

MAX TRUST UNITHOLDER UPDATE

ISSUE 6

Three months to 30
September 2011

ARSN: 115 268 669



THE
TRUST
COMPANY

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1. INTRODUCTION

The following Max Trust (the "Scheme") Unitholder update ("Update") provides a summary of the performance of the Scheme's portfolio and management of the outstanding Pass Through Notes and Hedges for the quarter ending 30 September 2011. For background to the Scheme and a summary of the Pass Through Note restructure please refer to Update Issue 1 for the period ended 30 June 2010 issued to the ASX on 21 September 2010.

2. SUMMARY OF THE PASS THROUGH NOTES

Class	Note Balance \$000	Note Balance Δ \$000	Deferred Margin Balance\$000	Deferred Margin Δ\$000	Benchmark	Stated Margin	Deferred Margin
Class A1	38,015	(9,976)	20,108	708	BBSW	2.15%	6.00%
Class A2	110,993	(29,127)	18,606	689	BBSW	0.75%	2.00%
Total	149,008	(39,103)	38,714	1,397			

A payment date for the Pass Through Notes occurred on the 20th of September 2011. On this payment date, all senior expenses, interest due on the Pass Through Notes and a principal repayment of A\$39,102,746 were paid.

Repayment of the Pass Through Notes in full through sale of assets:

The Responsible Entity may sell the assets of the Scheme if the aggregate proceeds would be sufficient to enable the repayment in full of the Pass Through Notes together with the Deferred Margin, any accrued interest and other amounts owing to the Pass Through Noteholders plus any Early Repayment Fee required to be paid under the terms of the Pass Through Notes. If the Responsible Entity elects to repay the Pass Through Notes in full prior to June 2013, an Early Repayment Fee equal to 1.00% of the then Outstanding Principal Amount of the Pass Through Notes (Note Balance). There is no Early Repayment Fee payable after June 2013.

3. SCHEME PORTFOLIO SUMMARY

The credit risk to Noteholders and Unitholders is linked to the underlying Scheme portfolio. A summary of the Scheme portfolio as at 30 September 2011 is provided below.

Asset Type	Total # Exposures	Face Value AUD 30 September 2011 \$000	Face Value AUD 30 June 2011 \$000	Face Value AUD Δ\$000
RMBS	15	63,984	69,828	(5,844)
CMBS	3	30,207	31,525	(1,318)
Financials & Industrials	10	100,886	102,242	(1,356)
CDO	5	47,568	47,568	-
Aircraft	8	36,396	39,264	(2,868)
Total Securities	41	279,041	290,427	(11,386)
Liquidity Reserve Balance	1	9,033	9,033	-
Expenses Reserve Balance	1	1,004	1,004	-
Bank Accounts Balance	4	6,608	32,191	(25,583)
Total Cash Balance		16,645	42,228	(25,583)
Total Asset Balance		295,686	332,655	(36,969)

Portfolio face value movement reconciliation for the period:

Description	Amount \$000
Face value 30 June 2011	290,427
Principal Repayments	(10,281)
Combined "FX Movement from unhedged positions"	(1,105) ¹
Face value 30 September 2011	279,041

1. See comment on NAB swap termination on page 7

Pass Through Note face value movement reconciliation for the period:

Description	Amount \$000
Face value 30 June 2011	188,110
Principal, asset sale proceeds and swap termination receipts	(37,826)
Excess Income Collections	(1,276)
Face value 30 September 2011	149,008

A description of each asset class and a detailed list of the securities (including those assets which are on the Investment Manager's Credit Watch List) and whether the relevant asset has an interest rate, currency or is basis hedged, is provided below.

RESIDENTIAL MORTGAGE BACKED SECURITIES

The Scheme's holding in residential mortgage backed securities ("RMBS") reduced by \$5.8m during the period. The movement was due to amortisation received and the movement in AUD / EUR and AUD / NZD foreign exchanges rates in relation to PARGN 12X B1B and SPPNZ 2007-1 MZ which are currently unhedged. The RMBS securities comprise underlying prime and non-conforming mortgages. There was no change in the RMBS securities included on the Credit Watch list in the period.

The RMBS assets held by the Scheme as at 30 September 2011 are tabled below.

Asset Name	Currency	AUD Face Value \$000 ¹	AUD Face Value Δ \$000	WAL ²	Legal Maturity	Credit Watch List ³	Hedged ⁴
APLLO 2007-1E 1A	AUD	1,502	(93)	2.2	9-Aug-38	No	N/A
SWAN 2007-1E A2	AUD	1,728	(122)	2.2	12-Jun-38	No	N/A
PROGS 2006-1 A	AUD	2,794	(213)	1.8	10-Mar-37	No	N/A
REDS 2006-1E A2	AUD	4,356	(259)	2.0	17-Nov-37	No	N/A
SMHL 2005-2 A	AUD	3,103	(327)	1.1	12-Aug-36	No	N/A
TORR 2005-2 A	AUD	742	(93)	0.5	13-Jul-37	No	N/A
TORR 2005-3E A2	AUD	3,443	(254)	1.3	15-Oct-36	No	N/A
WBT 2005-1 D	AUD	1,134	(44)	1.1	16-Nov-36	No	N/A
PARGN 12X B1B	EUR	6,932	180	8.0	15-Nov-38	No	No
MOB NCM-03 B	AUD	-	(560)				
MOB NCM-03 C	AUD	6,497	(1,153)	0.7	14-Oct-50	No	N/A
MOB NCM-04 C	AUD	5,605	(2,804)	0.3	16-Nov-51	No	N/A
MOB NCM-04 D	AUD	18,900	-	1.7	16-Nov-51	No	N/A
NCM-04 CLASS M	AUD	243	(31)	1.8		No	N/A
PEPAU 7 A3	AUD	2,302	(142)	1.1	15-Dec-48	No	N/A
SPPNZ 2007-1 MZ	NZD	4,703	71	2.1	14-Oct-41	Yes	No
Total	AUD	63,984	(5,844)				

1. Face Value is defined as the AUD outstanding principal balance with the foreign currency denominated assets converted at their swap rate, except for Paragon and Sapphire which have been converted at the month end AUD / EUR and AUD / NZD spot rate respectively
2. "WAL" or "Weighted Average Life" represents the average number of years that each dollar of principal remains outstanding. Pass through securities use assumptions which may change from time to time and several securities are calculated using the "Call Date" instead of their "Legal Maturity".
3. The "Credit Watch List" is a list of securities compiled by the Investment Manager which have a greater likelihood of impairment. The list is regularly evaluated and we make reference to the disclaimer on page 2.
4. This field indicates whether the individual security is hedged or not or is not required to be hedged under the terms of the Max Trust Hedging Policy (i.e. underlying security is AUD denominated and floating rate).

The above descriptions apply to the remaining tables in Section 3 of this Update.

COMMERCIAL MORTGAGE BACKED SECURITIES

The Scheme's holding in Commercial Mortgage Backed Securities ("CMBS") reduced by \$1.3m during the period. The movement was due to amortisation received.

The CMBS assets held by the Scheme as at 30 September 2011 are tabled below.

Asset Name	Currency	AUD Face Value ¹ \$000	AUD Face Value Δ \$000	WAL ²	Legal Maturity	Credit Watch List ³	Hedged ⁴
CSCS 2006-1 E	AUD	4,750	(1,165)	1.8	20-Jun-13	Yes	N/A
FPST 1 1	AUD	15,457	(153)	9.6	1-Sep-25	No	Yes
Rock & Rubble	AUD	10,000	-	2.3	15-Aug-15	No	N/A
Total	AUD	30,207	(1,318)				

FINANCIAL & INDUSTRIAL SECURITIES

The Scheme's holding in Financial and Industrial Securities reduced by \$1.35m during the period. The movement was due to the change in AUD / EUR foreign exchange rate in relation to NAB 12/29/49. The NAB 12/29/49 is a EUR position which was hedged at the time of purchase on the 23rd of October 2006 through an execution of a cross currency swap. The swap counterparty had an early termination option which they exercised on the 29th of September 2011. On termination of the swap Max Trust received a termination payment of A\$1.378m from the swap counterparty but then marked the position at the spot AUD/EUR exchange rate resulting in an unrealised foreign exchange loss on the face value of the position of A\$1.35m.

The positions held by the Scheme as at 30 September 2011 are tabled below.

Asset Name	Currency	AUD Face Value ¹ \$000	AUD Face Value Δ \$000	WAL ²	Legal Maturity	Credit Watch List ³	Hedged ⁴
ASSGEN5.479 02/49	EUR	16,844	-	5.4	Perp/Call	No	Yes
HANRUE5 06/29/49	EUR	9,825	-	3.6	Perp/Call	No	Yes
MQGAU 0 12/06/16	EUR	6,583	-	0.1	6-Dec-16	No	Yes
MS 0 03/01/13	AUD	13,000	-	1.4	1-Mar-13	No	N/A
MS 0 08/08/12	AUD	7,000	-	0.9	8-Aug-12	No	N/A
NAB 0 12/29/49	EUR	6,931	(1,356)	5.1	Perp/Call	No	No
NAB III 01/49	AUD	11,000	-	5.1	Perp/Call	No	N/A
SCHREI 5.252 05/49	EUR	16,703	-	4.6	Perp/Call	No	Yes
CFXAU 5.075 08/14	AUD	3,000	-	0.9	21-Aug-14	No	Yes
TABAU 6 1/2 10/11	AUD	10,000	-	0.1	13-Oct-11	No	Yes
Total	AUD	100,886	(1,356)				

COLLATERALISED DEBT OBLIGATIONS (CDO)

The Scheme's holding in CDO's was static during the period. The positions held by the Scheme as at 30 September 2011 are tabled below.

Asset Name	Currency	AUD Face Value ¹ \$000	AUD Face Value Δ \$000	WAL ²	Legal Maturity	Credit Watch List ³	Hedged ⁴
Belo Plc	USD	6,614	-	0.1	6-Oct-11	No	Yes
Belo Plc	USD	6,614	-	0.1	6-Oct-11	No	Yes
Silver Bell	AUD	10,000	-	5.3	21-Dec-16	Yes	N/A
Silver Lake	AUD	15,000	-	5.5	20-Mar-17	Yes	N/A
Eden 2006-3 04/07/13	AUD	9,340	-	1.5	7-Apr-13	Yes	Yes
Total	AUD	47,568	-				

AIRCRAFT

The Scheme's holding in Aircraft securities reduced by \$2.87m during the period. The movement was due to amortisation received and the movement in AUD / USD foreign exchange rate in relation to LIFT 1 A3.

The positions held by the Scheme as at 30 September 2011 are tabled below.

Asset Name	Currency	AUD Face Value ¹ \$000	AUD Face Value Δ \$000	WAL ²	Legal Maturity	Credit Watch List ³	Hedged ⁴
LIFT 1 A3	USD	301	(1,518)	0.3	15-Jul-16	Yes	No
NWA 7.575 03/01/19	USD	9,107	(496)	4.5	1-Mar-19	No	Yes
Qantas VQP	AUD	414	(30)	1.5	14-Nov-14	No	Yes
Qantas VQR	AUD	557	(24)	2.5	15-Jul-16	No	Yes
Qantas VQQ Snr	AUD	13,556	(732)	2.0	13-Nov-15	No	Yes
Qantas VQI	AUD	383	(37)	1.1	14-Jan-14	No	Yes
Qantas VQG	USD	11,611	-	4.6	20-May-16	No	Yes
Qantas VQJ	AUD	467	(31)	1.6	15-Jan-15	No	Yes
Total	AUD	36,396	(2,868)				

4. SUBSEQUENT EVENTS

The two USD Belo CDO positions matured on the 6th of October with the Scheme repaid in full. The two cross currency swaps hedging the Belo CDO positions were also terminated, as expected, on the 6th of October. The Scheme received net proceeds of \$13,435,878.

The Tabcorp position matured on the 13th of October with the Scheme repaid in full. The interest rate swap hedging the Tabcorp position also terminated as expected, on the 13th of October, with the Scheme receiving net proceeds of \$10,033,964.

5. DEFAULTED ASSETS

The table below lists the Scheme's holdings which have defaulted.

Asset Name	Currency	Type	Original Face Value \$000	AUD Face Value	Default Date	Carrying Value \$000
Glitnir Bank ¹	AUD	Financial	10,000	-	7 Oct 2008	-
Eden 2006-1 04/07/11 ²	AUD	CDO	5,000	-	29 Sept 2010	-
Eden 2006-3 04/07/13 ³	AUD	CDO	10,000	9,340	29 Sept 2010	1,120
Total	AUD		25,000	9,340		1,120

1. Glitnir Bank - a claim has been lodged which has been recognised by the Winding Up Board of Glitnir Bank. We are expecting a partial recovery of the Glitnir exposure.
2. Eden 2006-1 has matured with no repayment of principal
3. Eden 2006-3 incurred a partial write down of \$660,000.

6. WEIGHTED AVERAGE LIFE (“WAL”) OF THE SCHEME PORTFOLIO

In the tables in Section 3, we have provided a base case WAL for each asset. While many assets do not have scheduled principal repayment dates but rather are pass through securities with many assumptions needed to be made in order to estimate the securities expected WAL's, these calculations are important for Unitholders. The slower the prepayment speed of the portfolio, the longer it will take for principal to be passed through to Noteholders, therefore the larger the impact of negative yield on the cash flows including the repayment of the deferred margins on the Notes. The deferred margin will be paid ahead of distributions to Unitholders.

On an aggregated basis with the exception of the sales during the period, the WAL of the portfolio reduced during the period broadly reflecting the time decay of each asset.

7. ASSET HEDGING

The Scheme's hedging policy is that each asset in the portfolio must be hedged if it:

- is a fixed rate security;
- is denominated in a currency other than Australian dollars; or
- has payment dates less frequent than quarterly payment dates,

In these cases, the Scheme has swapped the cashflows of the asset into quarterly, Australian dollar, floating rate (referenced to 3 month BBSW) cashflows; and the term of the swap has been matched to the expected maturity of the asset.

The term of the swaps were executed to the expected maturity of the underlying asset. The Scheme holds several hedges that have a termination date shorter than the expected final maturity of the asset. This will expose the portfolio to partially hedged positions and potential swap break costs. For the purpose of cashflow modelling only for the credit rating of the PT Notes, a notional swap loss reserve has been established.

The hedges that terminated during the period are tabled below.

Asset Hedged	Asset Repaid/ Sold	Hedge Type	Swap Loss Reserve	Hedge Terminated	Date	Unhedged Asset Exposure
LIFT 1 A3	No	Cross currency swap	Yes	Yes	15 Sept 2011	Yes
NAB 0 12/29/49	No	Cross currency swap	Yes	Yes	29 Sept 2011	Yes

The table below details the assets of the Scheme which are unhedged as the asset term has extended beyond the maturity (or termination) of the swap. For each of these assets the Investment Manager has sought to enter into a new swap for the asset. This would involve any new swap counterparty executing an ISDA and becoming a secured creditor of the Scheme and sharing the security pari passu with the other secured creditors of the Scheme. No new swap counterparty nor the two existing swap counterparties have been willing to extend the necessary credit lines to the Scheme in order to enter into a new swap for these assets. As the Investment Manager was unable to source a new swap counterparty, the Investment Manager has, and continues to evaluate the costs and benefits of alternative hedging strategies for these assets. At this point, the upfront costs of the hedging alternatives available outweigh the benefits for Unitholders.

Asset Name	Currency	Local Currency Face Value \$000	AUD Face Value \$000	Coupon	WAL ²	Legal Maturity
SPPNZ 2007-1 MZ	NZD	6,000	4,703	3m NZD-BKBM + 2.50%	2.1	14-Oct-41
PARGN 12X B1B	EUR	5,000	6,932	3m Euribor + 0.24%	8.0	15-Nov-38
LIFT 1 A3	USD	295	301	1m Libor + 0.43%	0.3	15-Jul-16
NAB 0 12/29/49	EUR	5,000	6,931	3m Euribor + 0.95%	5.1	Perp/Call
Total	AUD		18,867			

1. Face Value is defined as the AUD outstanding principal balance with the foreign currency denominated assets converted at the month end AUD / EUR, AUD / USD and the AUD / NZD spot rate.
2. "WAL" or "Weighted Average Life" represents the average number of years that each dollar of principal remains outstanding. Pass through securities use assumptions which may change from time to time and several securities are calculated using the "Call Date" instead of their "Legal Maturity".

8. ASSET SALE RESTRICTIONS

Consistent with the Scheme's revised strategy to wind down the portfolio, at the time of the restructure, restrictions were placed on the ability of the Investment Manager to purchase further assets and issue further debt. There are also strict restrictions concerning the sale of assets.

With respect to asset sales, the Investment Manager has agreed not to sell assets below certain dollar prices. In addition the execution of the sale should not have an adverse impact on the Pass Through Noteholders. Any asset sales likely to adversely impact the Pass Through Noteholders must be approved by an extraordinary resolution of the Pass Through Noteholders.

A summary of the asset sale restrictions are provided below:

Restrictions for the sale of assets not approved by extraordinary resolution:

1. From June 2011 to June 2013 assets are not to be sold for an amount less than 95% of par value of the asset.
2. From June 2013, assets can be sold by tender for the purpose of redeeming the Pass Through Notes in full (including the payment of the Deferred Interest Amount) for an amount not less than 90% of par value of the assets.
3. After the June 2014 the assets of the Max Trust can be sold as necessary for the purpose of redeeming the Pass Through Notes in full (including the Deferred Margin Amount).

Assets which satisfy the price test must also result in an improvement in the rated loss coverage ("RLC"), or at least the RLC being maintained are capable of being sold without the prior approval of Noteholders. If the RLC is not improved or at least maintained, the asset sale will not be able to be executed, without Noteholders passing an extraordinary resolution to approve the sale. This is a requirement for the credit rating on the Pass Through Notes.

The RLC calculation uses Standard & Poor's 'CDO Evaluator' and a Cashflow model developed by the Investment Manager and is a function of the rating of the Scheme's Pass Through Notes as well as the characteristics of every individual asset in the portfolio (including, among others, each asset's rating, asset type, seniority, country, face value, and projected principal and interest cashflows), along with the Scheme priority of payments.

To ascertain whether the sale of an asset improves the RLC, the Investment Manager first calculates the RLC of the portfolio including the asset in question. The RLC is then recalculated assuming the asset in question is sold at its current mark. That is the RLC is recalculated excluding the asset in question but applying its assumed sale proceeds in accordance with the Scheme's priority of payments. The Investment Manager then compares this theoretical RLC to the initial RLC to test for improvement.

While the price test and the RLC are designed to protect the Noteholders and are prescribed in the terms of Notes, prior to an asset sale a third and final test ("Unitholder Test") has been implemented. The Unitholder Test is designed to protect the economic interests of the Unitholders. The Unitholder Test is calculated prior to an individual asset sale to ensure that the sale of an asset from the portfolio will maintain or improve the modelled NTA of the portfolio as at September 2013 ("Auction Date"). If the modelled NTA is improved by the asset sale today, the Unitholder Test is passed.

This is achieved by first projecting the NTA of the portfolio at the Auction Date, which in turn involves projecting the principal and interest cashflows of every asset and derivative in the portfolio and applying these flows and forecast expenses according to the waterfall. The NTA projection is then repeated but this time assuming the asset in question is sold at its current mark with those sale proceeds applied in accordance with the Scheme's payment waterfall. This later projected NTA is compared to the initial projected NTA to test for improvement.

Presented below is a summary of the three tests relating to asset sales:

Scenario	# Cusips	AUD Face Value \$000	Asset Carrying Value \$000	Hedge Carrying Value \$000	Asset Package Carrying Value \$000
Step 1 – Price Test (Series Notice)					
Assets do NOT satisfy 95% Price Test 1	23	193,857	136,891	153	137,044
Assets do satisfy 95% Price Test	18	85,184	79,315	4,031	83,346
	41	279,041	216,206	4,184	220,390
Step 2 – Rating Loss Cover Test (Series Notice)					
Price Test 95% Does NOT Pass RLC	14	54,883	49,569	4,034	53,603
Price Test 95% Does Pass RLC	4	30,301	29,746	(3)	29,743
	18	85,184	79,315	4,031	83,346
Step 3 – Unitholder Benefit					
Price Test 95% Does Pass RLC Does NOT Pass Unitholder Test	1	10,000	10,000	(3)	9,997
Price Test 95% Does Pass RLC Does Pass Unitholder Test	3	20,301	19,746	-	19,746
	4	30,301	29,746	(3)	29,743

Note 1 – Assets for which independent price information sourced from a third party are NOT able to be sourced (i.e. Category B and Category C assets) are deemed not to satisfy the 95% Price Test.

There were three investments or approx A\$19.7 minimum of Carrying Value, which have passed each of the;

- 95% Price Test,
- RLC Test and
- Unitholder Test

These included two exposures to Morgan Stanley and a small exposure to an Aircraft ABS transaction (LIFT) which is expected to be repaid in the coming months. While the Investment Manager will actively look to dispose of positions which satisfy the three Asset Sale tests, due to market volatility and the widening spread experienced by Financial exposures when the Investment Manager tested the market for actual bids for these exposures neither position passed the asset sale test. The Investment Manager will continue to monitor the market for these exposures. While the LIFT position does pass the Asset Sale tests but given its expected maturity in the coming months and the small size of the holding, the Investment Manager has decided not to sell but rather allow this position to be fully repaid in the coming months.

9. PORTFOLIO VALUATION AS AT 30 SEPTEMBER 2011

Category	Description
Category A Third Party Mark	Wherever possible, the Investment Manager has used independent price information sourced from a third party, including banks and investment banks that have either arranged the transaction or have sold the position to the Scheme.
Category B Comparable Securities	For a number of securities, it is not possible to obtain a 3rd party mark. These securities are illiquid with no recent evidence of trades in the market. In these instances, Investment Manager have estimated the market spread of these securities using many factors including, among others: <ul style="list-style-type: none"> • comparable securities of similar rating quality, • industrial classification, • underlying asset category, • currency and • tenor
Category C Accepted Market Methodology	These assets include only the private transactions in the Schemes portfolio where there is no 3rd party mark available and if there is no comparable securities on which to estimate a market price. The Scheme has historically adopted a methodology of marking these Category C exposures to Par unless; the exposure has experienced permanent impairment. The Investment Manager has adopted this methodology in the marking of the Category C Assets.

Portfolio Summary as at 30 September 2011

Cat	Asset Type	AUD Face Value \$000	Asset Carrying Value \$000	Hedge Carrying Value \$000	Asset Package Carrying Value \$000
A	RMBS	63,741	57,699	N/A	57,699
A	CMBS	30,207	27,590	(1,520)	26,070
A	Financials & Industrials	100,886	78,654	3,854	82,508
A	CDO	47,568	16,494	2,998	19,492
A	Aircraft	9,409	8,069	(51)	8,018
B	Aircraft	15,376	15,211	(462)	14,749
C	Aircraft	11,611	12,246	(635)	11,611
C	RMBS	243	243	N/A	243
Total		279,041	216,206	4,184	220,390

Category "A"

Residential Mortgage Backed Securities

Category	Asset Name	Currency	AUD Face Value \$'000	Asset Carrying Value \$'000	Hedge Carrying Value \$'000	Asset Package Carrying Value \$'000
A	APLLO 2007-1E 1A	AUD	1,502	1,456	N/A	1,456
A	SWAN 2007-1E A2	AUD	1,728	1,677	N/A	1,677
A	PROGS 2006-1 A	AUD	2,794	2,733	N/A	2,733
A	REDS 2006-1E A2	AUD	4,356	4,223	N/A	4,223
A	SMHL 2005-2 A	AUD	3,103	3,081	N/A	3,081
A	TORR 2005-2 A	AUD	742	739	N/A	739
A	TORR 2005-3E A2	AUD	3,443	3,380	N/A	3,380
A	WBT 2005-1 D	AUD	1,134	1,075	N/A	1,075
A	PARGN 12X B1B	EUR	6,932	4,535	N/A	4,535
A	MOB NCM-03 B	AUD	-	-	N/A	-
A	MOB NCM-03 C	AUD	6,497	6,301	N/A	6,301
A	MOB NCM-04 C	AUD	5,605	5,497	N/A	5,497
A	MOB NCM-04 D	AUD	18,900	16,861	N/A	16,861
A	PEPAU 7 A3	AUD	2,302	2,279	N/A	2,279
A	SPPNZ 2007-1 MZ	NZD	4,703	3,862	N/A	3,862
A	Total	AUD	63,741	57,699	N/A	57,699

Commercial Mortgage Backed Securities

Category	Asset Name	Currency	AUD Face Value \$'000	Asset Carrying Value \$'000	Hedge Carrying Value \$'000	Asset Package Carrying Value \$'000
A	CSCS 2006-1 E	AUD	4,750	4,358	N/A	4,358
A	FPST 1 1	AUD	15,457	14,063	(1,520)	12,543
A	Rock & Rubble	AUD	10,000	9,169	N/A	9,169
A	Total		30,207	27,590	(1,520)	26,070

Financial & Industrial Securities

Category	Asset Name	Currency	AUD Face Value \$'000	Asset Carrying Value \$'000	Hedge Carrying Value \$'000	Asset Package Carrying Value \$'000
A	ASSGEN5.479 02/49	EUR	16,844	9,012	1,036	10,048
A	HANRUE5 06/29/49	EUR	9,825	6,553	746	7,299
A	MQGAU 0 12/06/16	EUR	6,583	5,425	1,033	6,458
A	MS 0 03/01/13	AUD	13,000	12,585	N/A	12,585
A	MS 0 08/08/12	AUD	7,000	6,868	N/A	6,868
A	NAB 0 12/29/49	EUR	6,931	4,783	N/A	4,783
A	NAB III 01/49	AUD	11,000	9,558	N/A	9,558
A	SCHREI 5.252 05/49	EUR	16,703	10,952	1,043	11,995
A	CFXAU 5.075 08/14	AUD	3,000	2,918	(1)	2,917
A	TABAU 6 1/2 10/11	AUD	10,000	10,000	(3)	9,997
A	Total		100,886	78,654	3,854	82,508

Collateralised Debt Obligations

Category	Asset Name	Currency	AUD Face Value \$'000	Asset Carrying Value \$'000	Hedge Carrying Value \$'000	Asset Package Carrying Value \$'000
A	Belo Plc	USD	6,614	4,931	1,501	6,432
A	Belo Plc	USD	6,614	4,929	1,501	6,430
A	Silver Bell	AUD	10,000	2,835	N/A	2,835
A	Silver Lake	AUD	15,000	2,679	N/A	2,679
A	Eden 2006-3	AUD	9,340	1,120	(4)	1,116
A	Total		47,568	16,494	2,998	19,492

Aircraft

Category	Asset Name	Currency	AUD Face Value \$'000	Asset Carrying Value \$'000	Hedge Carrying Value \$'000	Asset Package Carrying Value \$'000
A	LIFT 1 A3	USD	301	293	N/A	293
A	NWA 7.575 03/01/19	USD	9,107	7,776	(51)	7,725
A	Total		9,408	8,069	(51)	8,018

Category "B"

Aircraft

Category	Asset Name	Currency	AUD Face Value \$'000	Asset Carrying Value \$'000	Hedge Carrying Value \$'000	Asset Package Carrying Value \$'000
B	Qantas VQP*	AUD	414	415	(9)	406
B	Qantas VQR*	AUD	557	555	(24)	531
B	Qantas VQQ Snr*	AUD	13,556	13,391	(407)	12,984
B	Qantas VQI*	AUD	383	383	(8)	375
B	Qantas VQJ*	AUD	467	467	(14)	453
B	Total		15,377	15,211	(462)	14,749

* Assets are accounted for at amortised cost from a financial reporting perspective.

Category "C"

Aircraft

Category	Asset Name	Currency	AUD Face Value \$'000	Asset Carrying Value \$'000	Hedge Carrying Value \$'000	Asset Package Carrying Value \$'000
C	Qantas VQG*	USD	11,611	12,246	(635)	11,611
C	Total		11,611	12,246	(635)	11,611

* Assets are accounted for at amortised cost from a financial reporting perspective.

Residential Mortgage Backed Securities

Category	Asset Name	Currency	AUD Face Value \$'000	Asset Carrying Value \$'000	Hedge Carrying Value \$'000	Asset Package Carrying Value \$'000
C	NCM-04 CLASS M	AUD	243	243	N/A	243
C	Total		243	243		243

APPENDIX 1 – RECONCILIATION OF CARRYING VALUES TO UNAUDITED NET ASSETS AS AT 30 SEPTEMBER 2011¹

Description	Amount \$000
Assets	
Investments ²	220,390
Bank Accounts	16,645
Total	237,035
<i>Accounting Adjustments:</i>	
Add adjustment for loans accounted at amortised cost ³	4,870
Add Interest Receivable	2,077
Less Accrued Interest on derivatives	(916)
Add Other adjustments	163
Total Assets	243,229
Liabilities	
Class A1 PT Notes Balance	38,015
Class A2 PT Notes Balance	110,993
Class A1 PT Notes – Deferred Margin Balance	20,108
Class A2 PT Notes – Deferred Margin Balance	18,606
Total	187,722
<i>Accounting Adjustments:</i>	
Less Discount on Class A1 Deferred Margin ⁴	(4,399)
Less Discount on Class A2 Deferred Margin ⁴	(2,403)
Add Interest Payable	261
Add Accrued Expenses	379
Less Capitalised Debt Establishment Fees	(641)
Total Liabilities	180,919
Net Assets	62,310
Units on issue	176,439,524
Net Tangible Assets per unit	\$0.353

1. The above summary net tangible asset analysis presents the Scheme's unaudited net tangible asset position as at 30 September 2011.
2. Represents the total carrying value of investments and the mark to market value of the associated swap in accordance with Max Trust Valuation Policy.
3. The Qantas loan assets are accounted for at amortised cost this adjustment represents the adjustment to bring these investments from their assessed carrying value to their amortised cost value and includes the impacts of the discontinuation of hedge accounting during the year ended 30 June 2009.
4. As required by accounting standards the deferred margin balance is discounted back to present value using the effective interest rate method. This adjustment represents the adjustment to bring the deferred margin balance back to its present value.