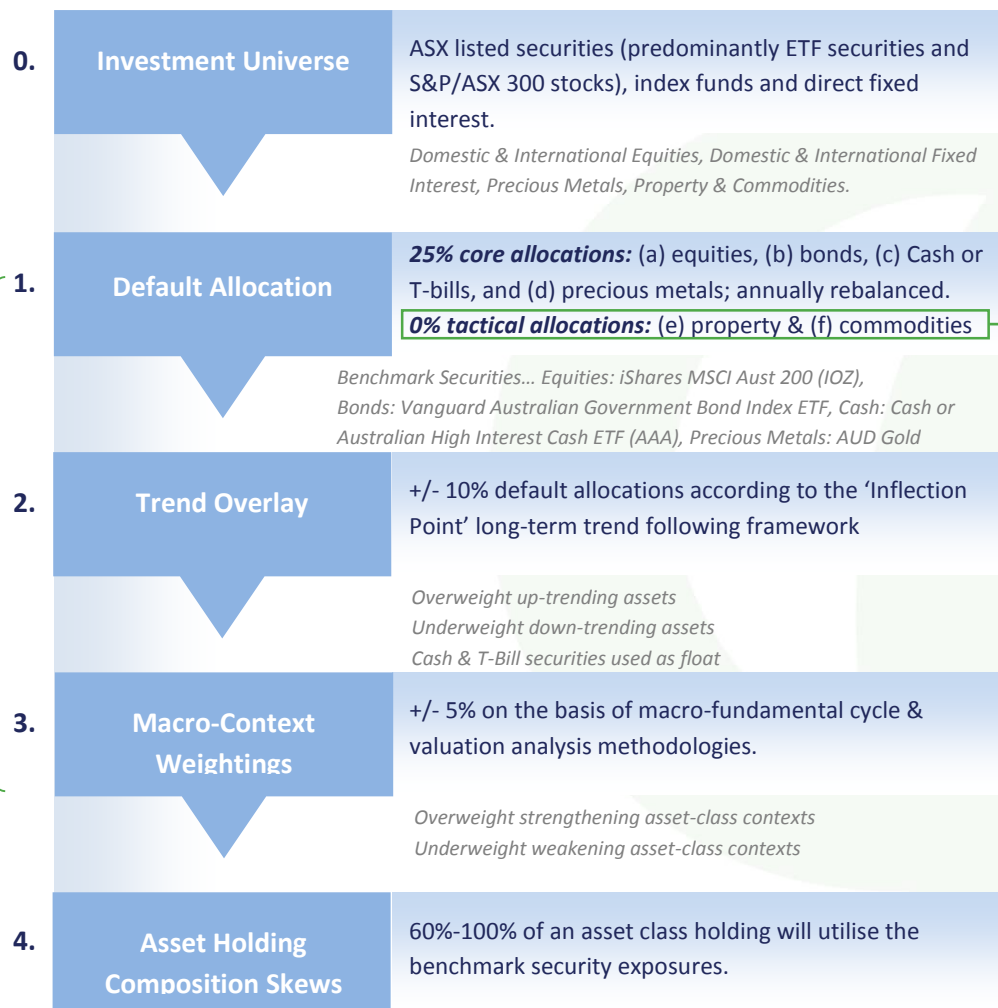


Portfolio: PCM Core Portfolio	
<i>"All-weather capital preservation with the flexibility to ride profitable trends"</i>	
1.0 Inception Date	July 2013 (Model Portfolio listed on the Linear Platform)
2.0 Investment Objective	The Core Portfolio has a <i>capital-preservation</i> mandate and seeks to produce a positive real total-return over any 24 month rolling timeframe. It targets a dampened volatility profile of up to 40% relative to the equity market and seeks to be materially uncorrelated to the equity market over a full cycle of 7 years. There is no use of leverage or short selling.
2.1 Investments	The portfolio invests in predominantly <i>ASX-listed</i> ETF products or index funds (with exposures to equities, fixed interest securities, precious metals, commodities, property and some foreign currency), ASX 300 stocks and has a domestically orientated bias to its exposure profile.
2.2 Strategy	The Core Portfolio uses a top-down <i>dynamic asset allocation</i> approach (with a portfolio-wide absolute return objective) that allocates on a <i>diversified</i> basis to asset classes using <i>trend following techniques</i> complemented by <i>macro-fundamental cycle and valuation analysis</i> methodologies. There is no use of leverage or short-selling.
2.3 Asset Allocation Ranges	Equities (0% to 55%), Bonds (0% to 55%), Precious Metals (0% to 55%), Cash (0% to 100%), Property (0% to 27%), Commodities (0% to 27%)
2.4 Minimum/Maximum Number of Securities to be Held	<i>Minimum:</i> Four ETF securities (diversified asset class index-style funds) <i>Maximum:</i> 30 Exchange Listed Securities
3.0 Minimum Initial Investment	\$25,000. (Minimum additional contribution thereafter is \$1000.)
3.1 PCM Investment Management Fees	<i>Base Management Fee:</i> 0.81% pa (GST inclusive) <i>Performance Fee:</i> 15% of outperformance (net of fees) above a hurdle of cash rate +2%, provided that the previous rolling 12 month high-water mark has been exceeded. Calculated on a daily basis, paid to PCM monthly in arrears.
3.2 Linear Platform Administrative Charges	<ul style="list-style-type: none"> • 0.44% pa from \$0 to \$500,000 • 0.33% pa from \$500,001 to \$1,000,000 • 0.22% pa from \$1,000,001 to \$2,000,000 • 0.11% pa from \$2,000,001 to \$3,000,000 • 0.055% pa thereafter Calculated daily, paid to Linear Asset Management Pty Ltd monthly in arrears.
3.3 Transaction Costs	To minimize costs portfolio transactions are processed by Linear at <i>wholesale</i> brokerage rates. PCM receives no remuneration from such transactions.
4.0 PCM Investment Team	<p><i>Daniel J. Want (CIO):</i> Daniel has been both an Investment Strategist for an Award Winning Australian Hedge Fund and also a Portfolio Manager for an Australian Listed Funds Management Company. Daniel's background is both unconventional and unique, however it is precisely this unconventional background that has allowed him to accumulate and develop significant competitive advantages within the field of Investment Management and Research.</p> <p><i>Darren A. Brind (Portfolio Manager):</i> Darren has served extensively on Investment and Research Committees at both a Dealer Group and Fund Manager level. Darren's experience over 24 years in the financial services industry encompasses: financial planning, funds management, corporate banking and stockbroking at a senior level for both boutique and institutional organisations.</p>
4.1 External Risk Manager	PCM has appointed <i>Mr. Ken Atchison</i> of Atchisons Consultants (Melbourne) as the external risk manager. Ken has over 40 years' experience in Portfolio Management & Financial Services. (See over page for more information)
4.2 Custodian	Client assets are held in the client's own account through the Linear Platform who engages one of the oldest Custodians in Australia: Sandhurst Trustees, founded over 125 years ago in 1888 and owned by the Bendigo and Adelaide Bank. Custodian fees are incorporated into Linear's costs outlined above.

Investment Process:

Core Allocations // 60% to 100% of the Portfolio



See **Portfolio Allocation Framework** diagram on next page.

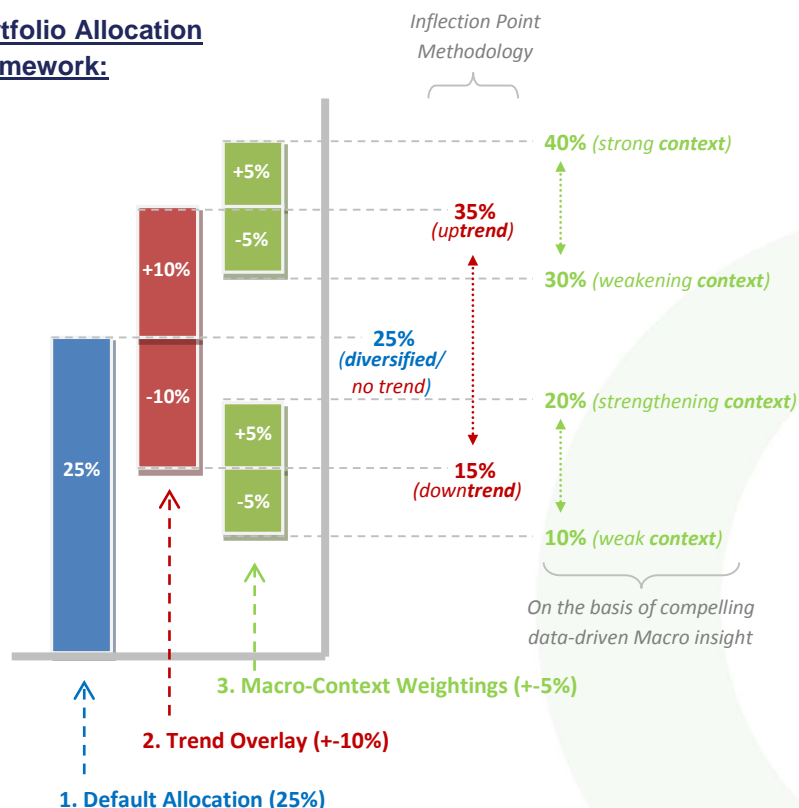
Other security types include; equity sector ETFs, equity strategy ETFs, international equity ETFs, individual stock exposures (maximum portfolio exposure of 2% for an individual stock), inflation-indexed bonds, non-government fixed interest securities, fixed interest exposures of different durations, international fixed interest, other non-gold precious metals; international exposures may be hedged or unhedged (currency exposures determined utilising the same informed trend following framework).

Tactical Allocations // 0% to 40% of the Portfolio

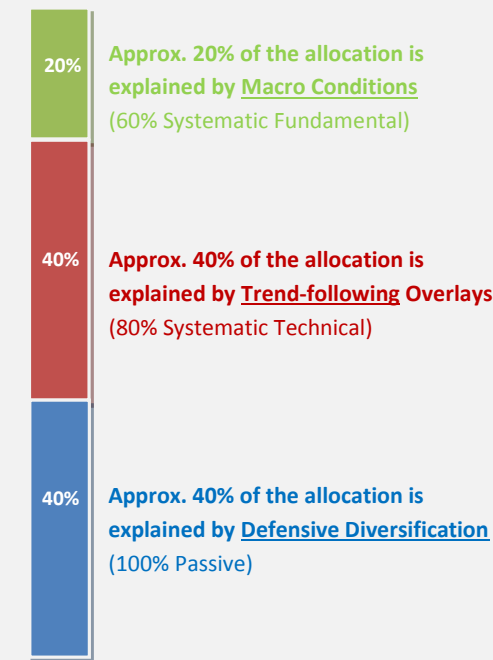


A maximum single commodity exposure portfolio limit of 5%. A diversified approach to commodity allocations will however be targeted. Commodity related equity securities may also be utilised within the commodity allocation at times.

Portfolio Allocation Framework:



Approximate Contributions to Asset Allocation Decision-making:



25% Default + 20% Trend Range + 10% Macro Range = 55
Therefore 25/55 = 45% Defensive Diversified, 20/55 = 36% Trend overlay.
20/55 = 18% Macro. OR 10%/25% = a 40% weighting decision Trend
5%/25% = a 20% weighting decision Macro

Risk Management:

The portfolios are managed in a manner that predominantly utilises a low-frequency (multi-year) systematic trend following methodology that can be objectively stated. Thus, the dynamic informed trend following portfolio management approach will ensure that as a manager we are not on the wrong side of market trends for too long.

Key Person Risk:

Client portfolios are managed in a way that they are both transparent and highly-liquid. In the event that both Daniel and Darren are unexpectedly rendered unable to provide Portfolio Management services, then the Licensee would be able to convert the portfolio securities to cash within an orderly and quick timeframe enabling the integrity of client funds to be maintained.

External Risk Manager:

In keeping with our core underlying philosophy of transparency, accountability & excellence, PCM has appointed Mr. Ken Atchison of Atchison Consultants (www.atchison.com.au) to fulfil the role of an External Risk Manager who is given full transparency to our investment management activities and acts to monitor the management of our portfolios in order to ensure PCM remains within its stated risk boundaries and is managing assets in accordance with the parameters that have been set for the respective investment mandates.

Ken Atchison has been involved in financial markets since the early 1970s and has an extensive career in portfolio management and asset consulting working with some of the largest Funds and businesses in Australia over that time. Although PCM's Corporate

Authorised Representative status of AIW Dealer Services Pty Ltd AFSL No. 414256 does not require an External Risk Manager, we have sought to proactively engage Ken over and above the licensing requirements in order to provide an additional layer of accountability and highly-experienced scrutiny to PCM's investment management activities. Ken reports directly to the Directors of PCM and is tasked with telling us what we don't want to hear should that ever be necessary.

Ken's involvement further strengthens the commitment of PCM to operating at the highest levels of excellence and accountability in addition to bringing a highly experienced perspective to how we are managing our client's investments. We would want the benefit of having someone of Ken's stature looking over and monitoring the investment managers of our family and friend's portfolios, and so we have sought to engage his services to help us look after our client's portfolios in the same way.