

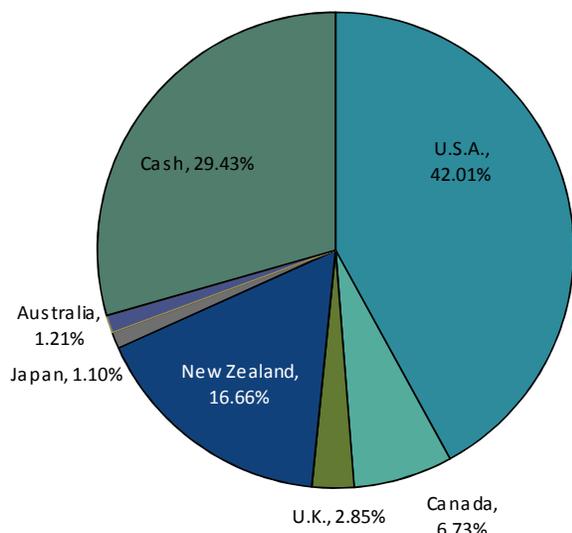
The Peters MacGregor Global Fund returned 3.1% for the month, underperforming the broader international index which rose by 4.7%. Risk assets performed strongly during February as investor sentiment continued to improve. Liquidity concerns in Europe eased during the month as the European Central Bank (ECB) provided an additional €530 billion to European banks as part of the ECB's Long Term Refinancing Operation (LTRO). The People's Bank of China also implemented measures to increase liquidity, cutting the banks' reserve requirement ratio, increasing the ability of the banks to lend.

- Michael Hill International rose 10.2% during the month. The company reported EBIT of NZ\$34.8 million for the half year ending 31 December 2011, an increase of 9.2% compared to the prior corresponding period. Same store sales increased by 1.7% from the same period last year.
- ASTA Funding (+5.2%) reported net income of US\$3.0 million or US\$0.20 earnings per diluted share for the quarter ended 31 December 2011. This compares to net income of US\$2.7 million or US\$0.18 earnings per diluted share for the prior corresponding period.
- The Howard Hughes Corporation (+7.2%) announced quarterly and full year results to the end of December 2011. Net income for the December quarter was US\$30.6 million compared to a loss of US\$32.7 million in the December quarter of 2010. Full year income was US\$60.8 million compared to a net loss of US\$54 million for the prior corresponding period.
- Other positive contributors to the Fund's performance included Bank of America Corporation (+11.9%) and Wells Fargo (+7.5%). Symex Holdings (-18.5%) and Walmart Stores (-3.7%) contributed negatively to Fund performance.
- During the month a position in UK supermarket chain, Tesco Plc, was established. There was no other transactional activity during the month.

| Performance Data as at  | 29/02/2012 |
|-------------------------|------------|
| 1 month                 | 3.07%      |
| 3 months                | 3.35%      |
| 6 months                | 0.78%      |
| 1 year                  | -2.36%     |
| 2 years (p.a.)          | 6.03%      |
| 3 years (p.a.)          | 23.23%     |
| 5 years (p.a.)          | 0.92%      |
| Since Inception (p.a.)* | 3.15%      |
| Net Asset Value (\$)    | 1.0336     |
| Fund Size (\$ million)  | 64.29      |

\* Inception date of Fund 6/09/2004

| Top 5 Portfolio Holdings    | %       |
|-----------------------------|---------|
| Cash                        | 29.43%  |
| Michael Hill International  | 16.66%  |
| ASTA Funding Inc.           | 9.94%   |
| Berkshire Hathaway          | 9.05%   |
| Bank of America Corporation | 6.86%   |
| <i>Other holdings</i>       | 28.06%  |
| TOTAL                       | 100.00% |



**Important Information:** This report is provided for investors in the Funds. While all care has been taken in the preparation of this report (using sources believed to be reliable and accurate), Mosaic Portfolio Advisers Limited, its officers, employees, agents and associated entities accept no responsibility for and will not be liable in respect of any loss or damage suffered by any person in connection with this other than under law which cannot be excluded. You should seek your own financial and taxation advice before dealing with your investment. This report has been prepared without taking into account your investment objectives, financial situation or particular needs. Before investing, or retaining an investment, in any of the Funds you should read the relevant PDS and consider whether the Fund is appropriate having regard to those matters. A copy of the PDS is available at [www.mosaicpa.com.au](http://www.mosaicpa.com.au). Remember, past performance should not be taken as an indication of future performance. All share price returns are shown in local currency terms.