

### Model Portfolio Update

#### BlackRock Index – Top 20 (BR0002)

#### Market Overview

- ▶ The Australian equity market fell over the quarter, with the S&P ASX 200 Accumulation Index down 11.6%. This was the worst quarterly performance since December 2008, and was largely a reflection of the increased uncertainty over the global economic outlook. Macro concerns dominated, with ongoing European sovereign debt and banking problems, the S&P downgrading of US debt, bearish comments from the Federal Reserve, and fears of slower growth in China weighing heavily on sentiment. Intervention by authorities, including various measures in Europe and the launch of “Operation Twist” by the Federal Reserve, did little to restore confidence. In the US, the S&P 500 total return fell heavily, down 13.9%, on fears over public debt levels and the deteriorating global outlook. Other offshore markets also fell, with the MSCI World Index total return down 16.5% (in USD terms).
- ▶ Volatile market conditions over the quarter led domestic investors to de-risk and seek shelter in the defensive sectors, particularly Telcos and Utilities. Fears for global growth and fresh concerns about Chinese demand hurt commodity sectors, with resources underperforming the broader market for the third straight quarter. Reporting season revealed mixed performances and uncertainty over the outlook, but a large number of companies announced buybacks to take advantage of depressed prices. Takeover activity was subdued over the quarter, with the major announcements including BHP Billiton’s offer for US shale gas company Petrohawk Energy, and SABMiller’s offer for Foster’s Group.

#### Performance as at 30/9/2011

	Gross <sup>†</sup>	Benchmark <sup>*</sup>	Out-performance <sup>^</sup>
1 Month	-5.16%	-5.34%	0.18%
3 Months	-11.09%	-11.39%	0.30%
6 Months	-14.00%	-14.35%	0.35%
1 Year	-7.49%	-7.73%	0.24%
2 Years (pa)	-4.08%	-4.13%	0.05%
3 Years (pa)	2.01%	1.99%	0.02%
Since inception (pa) <sup>#</sup>	4.31%	4.36%	-0.05%

† Gross Returns incorporate a 2% cash holding.

<sup>\*</sup> S&P/ASX 20 Accumulation Index.

<sup>^</sup> Shows the difference between Portfolio Gross Return and Benchmark Return.

<sup>#</sup> Model performance inception date: 8/11/2005.

**Past performance is no indicator of future performance.** Long term performance returns show the potential volatility of returns over time. The value of investments and the income from them can fall as well as rise and is not guaranteed. You may not get back the amount originally invested. Fluctuation may be particularly marked in the case of a higher volatility Model and the value of an investment may fall suddenly and substantially. Model portfolio composition and performance have been based on theoretical tracking of the model portfolio and are gross of fees and do not take tax positions into account. Please note, actual portfolios may not perform in the same manner as the model depicted in this document, depending on the nature of your personal Portfolio and any customisations. Rounding used in the presentation of data may result in minor variations.

Top 10 Stocks as at 30/9/2011	
ANZ Banking Group Ltd	Rio Tinto Ltd
BHP Billiton Ltd	Telstra Corporation Ltd
Commonwealth Bank of Australia	Wesfarmers Ltd
National Australia Bank Ltd	Westpac Banking Corporation
Newcrest Mining Ltd	Woolworths Ltd

#### About the Model Portfolio

##### Investment objective

The BlackRock Index – Top 20 Model Portfolio (the “Model”) seeks to match the total return (both income and capital growth) of the S&P/ASX 20 Accumulation Index, before taking into account Model fees and expenses.

##### Investment strategy

The investment objective of this Model is pursued by investing in a representative sample of shares held in the S&P/ASX 20 Accumulation Index. The Index is comprised of the 20 largest and most liquid stocks in the Australian stock market. The Model may invest in shares that have been or are expected to be included in the Index.

##### Designed for investors who...

- ▶ Seek exposure to Australian equities through a portfolio of large capitalisation stocks
- ▶ Are happy to receive index returns without any active investment management
- ▶ Accept the risk of significant price fluctuations

Summary	
<b>Model Portfolio name</b>	BlackRock Index – Top 20
<b>Model Code</b>	BR0002
<b>Model inception date</b>	4/11/2005
<b>Principal investment objective</b>	To match the return of the S&P/ASX 20 Accum. Index
<b>Can derivatives be used?</b>	Yes
<b>Indicative number of stocks</b>	About 20
<b>Minimum Model investment</b>	No fixed minimum*
<b>Model Provider’s Fees*</b>	
Investment Fee	Nil
Performance Fee applicable?	No
<b>Benchmark Index</b>	S&P/ASX 20 Accumulation Index

\* Please refer to the Product Disclosure Statement for further details.

If you have any queries relating to any of this information or to obtain a copy of the BlackRock Customised Portfolio Service Product Disclosure Statement (PDS), please contact your Account Manager or Adviser Services on 1300 366 101.

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