



Managing Director's Quarterly Report

JUNE 2001

Investment Performance

(These figures are unaudited)

Quarter to	June-01	Mar-01
Total Net Market Value of Assets	\$18,205,969	\$16,363,498
Net Market Value (Before unrealised CGT provision)	140.0c per share	125.9c per share
Total return to Shareholders over the Quarter	+11.2%	-2.5%
Change in All Ords over Quarter	+10.6%	-1.8%
Change in Bank Bill Index over the Quarter	+1.3%	+1.5%

Asset Allocation at 30 June 2001

Australian Equities	97.1%
Cash	2.9%

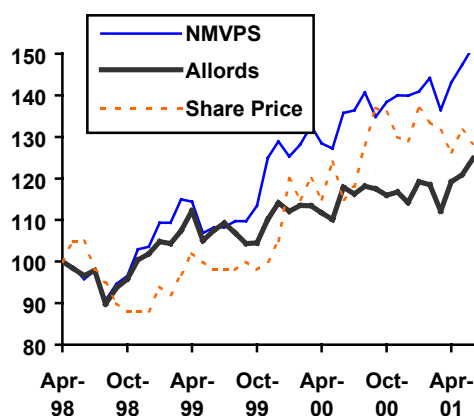
Five major investments

(As a % of the portfolio)

	Jun-01	Mar-01
Macquarie	9.7%	8.3%
Rio Tinto	8.3%	8.8%
NAB	8.2%	7.6%
Flight Centre	7.8%	8.0%
CSL	7.0%	5.9%
Total	41.0%	38.6%

Normalised Performance History

(April 98=100 and adjusted for the rights issue)



Investment Activity

- During the June 2001 quarter, the entire holdings in Computershare, Eastern Star Gas and Qantas were sold. The cash from these sales was used to increase our holding in the Australian Stock Exchange (10,000 shares) and Fosters Brewing Group (10,000 shares). All the shares offered to WIT in terms of a Dividend Re-investment Plan were taken up.
- The largest contributor to our excellent performance was our holding in Macquarie Bank. Of the other investments, CSL, National Australia Bank, Suncorp-Metway and Woolworths all performed exceptionally well, while our holding in Telstra performed poorly.

Market facts

- The world equity markets as measured by the MSCI World Index increased by 2.2% over the quarter while the Australian dollar increased against the US dollar during the quarter by 5.4%. As a result, the MSCI World Index declined in Australian dollars terms over the quarter by 3% and declined by 8.1% over the twelve-month period to June 2001. The MSCI World Index in US dollar terms is clearly in a bear market, having declined by 21.3% over the same twelve-month period.
- The Australian market, as represented by the All Ordinaries Index, increased by 10.6% over the quarter and by 5.1% over the rolling twelve-month period.
- The return on cash for the quarter was 1.3%.

Fund performance

- During the quarter under review, the Net Market Value of the Assets Per Share (NMVPS) increased by 11.2% from 125.9 cents as at 31 March 2001, to 140.0 cents as at 30 June 2001.
- Over a rolling twelve-month period the Net Market Value of the Assets Per Share (NMVPS) after adjusting for the rights issue, increased by 11.1% from 125.3 cents as at 30 June 2000, to 140.0 cents at 30 June 2001 compared to the All Ordinaries Index which increased by 5.1%.