

Fund Profile

Aviva Investors Sustainable Investment Fund

February 2010



Fund facts

Inception date:	16 February 2006
Fund size at 28 February 2010:	\$16.9m
Benchmark:	S&P/ASX 200 Accumulation Index ¹
Investment timeframe:	At least 5 years
Relative risk:	High
Relative return:	High

¹ On 29 September 2008, the Benchmark changed from the S&P ASX/300 Accumulation Index to the S&P ASX 200 Accumulation Index.

Investment details

Minimum investment:	\$20,000
Minimum additional investment:	\$5,000
Distribution:	Quarterly
Entry fee:	Nil
Exit fee:	Nil
Management fee:	0.85% p.a.

Investment returns

Performance to 28 February 2010

Period	Gross return %	Bmk return %	Excess return %	Net return ² %
1 month	2.5	2.2	0.3	2.4
3 months	0.8	-0.6	1.4	0.6
1 year	45.6	44.7	0.9	44.4
3 years p.a.	2.6	-3.3	5.9	1.8
5 years p.a.	-	-	-	-
Since inception p.a.	5.4	3.5	1.9	4.5

² Investment returns are based on exit to exit prices of Professional Selection units, are net of management fees and assume reinvestment of all distributions. Past performance is not a guide to or indication of future performance.

Investment objective and strategy

The fund's objective is to outperform the S&P/ASX 200 Accumulation Index over a rolling five year period. The fund invests in a diversified portfolio of Australian shares selected after having undertaken systematic sustainability and financial research.

We believe sustainability is a core investment issue to be considered when valuing a company as sustainability issues can positively and negatively impact a company's long term performance.

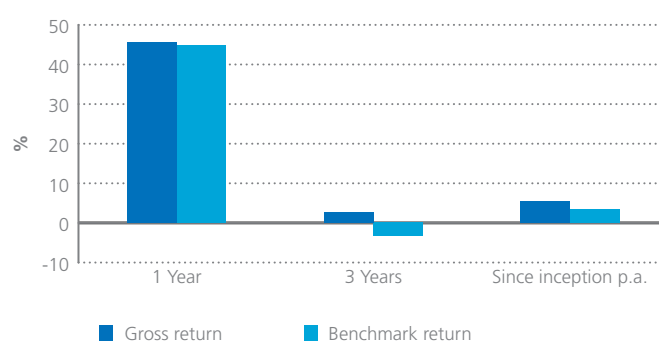
The fund invests in companies we identify as being undervalued by the market after combining analysis of environmental, social and governance (ESG) issues with financial analysis.

The fund typically invests in approximately 30 companies. The fund is actively managed and typically has a tracking error in the range of 2.5% to 5% per annum. The fund is expected to have a low level of share turnover and associated transaction costs, and aims to achieve capital growth in a tax efficient manner.

Investor profile

The fund is suited to investors who believe that a holistic approach should be taken when investment decisions are made, incorporating both financial and ESG factors. As ESG factors typically have a longer duration before their impact is realised, the fund is suited to investors willing to invest for the long term. Due to this approach we anticipate lower levels of share turnover than is typically found in other actively managed Australian equity funds.

Gross return vs Benchmark return



Investment guidelines and ranges

	Minimum	Benchmark Allocation	Maximum	As at 28 Feb 10
Australian shares	90%	100%	100%	99%
Cash/short-term securities	0%	0%	10%	1%

Distribution history³

Quarter end	Cents per unit
31 December 2009	0.07
26 November 2009	0.25
30 September 2009	0.33
30 June 2009	0.49
31 March 2009	0.35
31 December 2008	0.45
30 September 2008	0.36
30 June 2008	10.79
31 March 2008	0.00
31 December 2007	1.48
30 September 2007	41.38
29 August 2007	11.36
30 June 2007	1.29

³ Distribution rates have been rounded to two decimal places. As a result, the actual payment rate may differ slightly to the rates listed above.

Franking levels

Year end	
30 June 2009	97.20%
30 June 2008	7.02%
30 June 2007	114.59%

Latest portfolio update

The Sustainable Investment Fund delivered a return of 2.5%, 0.3% above its benchmark S&P/ASX 200 Accumulation Index return. While it was pleasing to deliver a positive result in both absolute and relative terms, the month's final result was in some ways disappointing as the fund had been poised to deliver an even better relative result until quite late in the month. The month end number hid the late month volatility in the market associated with the reporting season.

Driving our positive returns were the fact that we did not own Telstra Corporation or Macquarie Bank, both of which were significant underperformers, while our overweight positions in Wesfarmers, OneSteel and CSL were also strong drivers in our returns. On the negative side, our position in Toll Holdings subtracted significant value, although we did lighten our holdings prior to its disappointing results release, while Fairfax Media, despite a good results release, Suncorp-Metway and Sonic Healthcare, were also drags.

We did not make many substantial changes to the portfolio over the period, adding a small position in Downer, adding to our position in ANZ, and reducing our positions in Suncorp-Metway, QBE Insurance Group and Fairfax Media, generally as a result of disappointing earnings releases.

Top 10 shares holdings at 28 February 2010 (alphabetical order)

- ANZ Banking Group
- BHP Billiton
- Brambles
- Commonwealth Bank
- CSL
- National Australia Bank
- Origin Energy
- Wesfarmers
- Westfield Group
- Westpac Banking Corporation

About Aviva Investors

Aviva Investors is a global asset management company with over A\$445 billion in funds under management. Launched in September 2008, Aviva Investors unites the asset management capabilities of the international investments and insurance group, Aviva plc.

Aviva Investors in Australia operated as Portfolio Partners from 1994 until September 2008. We specialise in the active management of Australian equities, fixed income and listed property, and have A\$8.4 billion in funds under management. Aviva Investors prides itself on providing specialist investment management services to meet our clients' needs.

**For further information please contact our Investor Services Team - Toll Free: 1800 671 849
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