



Annual General Meeting
of
HFA Holdings Limited
11.00am – 8 October, 2008
Four Seasons Hotel, Sydney

New York

Chicago

Florida

London

Hong Kong

Brisbane

Sydney

Melbourne

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AGENDA



1. Chairman's Address
2. Chief Executive Officer's Address
3. Formal Business

CHAIRMAN'S ADDRESS

Mr Brett Howard



Financial Year Highlights



- Successful acquisition of US-based fund manager Lighthouse Investment Partners LLC including Rights Issue and Placement.
- Assets Under Management (AUM) of \$9.365 billion, up 141%
- Funds Under Management (FUM) of \$7.873 billion, up 244%
- Total net inflows of \$535.41 million
- Product performance demonstrating key capital preservation qualities

\$M	30 June 2008	30 June 2007	% Change
Operating revenue	98.6	74.6	32%
EBITDA ¹	58.6	30.2	94%
NPAT ¹	35.2	20.3	73%
EPS ¹	10.07 cents	9.74 cents	3%
Dividend per share ²	X.X cents	6.6 cents	

¹ Includes \$8.9m one-off FX gain on hedging of Lighthouse acquisition in 1H08. EBITDA excluding the gain is \$49.7m (65% increase) NPAT excluding the gain is \$29.0m (43% increase). EPS excluding the gain is 8.30 cents (15% decrease)



CHIEF EXECUTIVE OFFICER'S ADDRESS

Mr Spencer Young



FY08 Scorecard



Review of FY08

	\$M	30 June 2008	30 June 2007	Change
Funds Under Management		7,873	2,290	244%
Assets Under Management		9,365	3,880	141%
Net Inflows		535	444	20%
Management Fee Revenue		89.1	36.0	148%
Performance Fee Revenue		9.2	38.6	(76%)
Expenses ¹		26.6	13.8	(93%)
EBITDA		58.6	30.2	94%

Comment

FY08 results demonstrated HFA's ability to:

- Maintain focus during periods of immense change.
- Meet and exceed expectations across a range of key indicators.
- Maintain investment inflows while competitors experienced net outflows.
- Generate strong, reliable revenue streams
- Maintain tight cost controls

1. Expenses are net of other income and include equity settled transactions

International Organisation

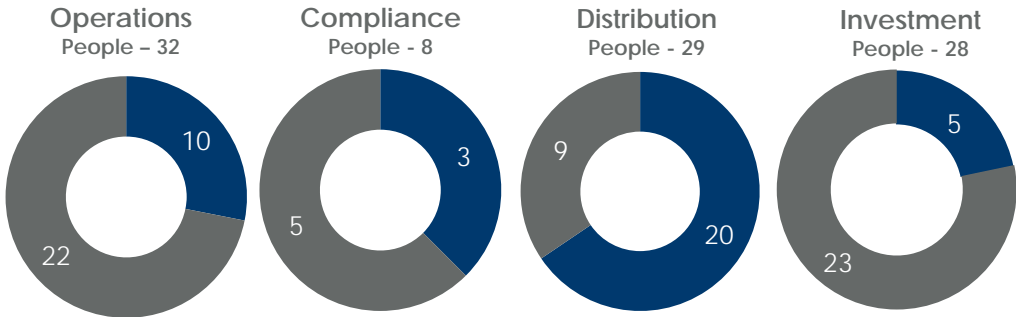


International Presence



Comment

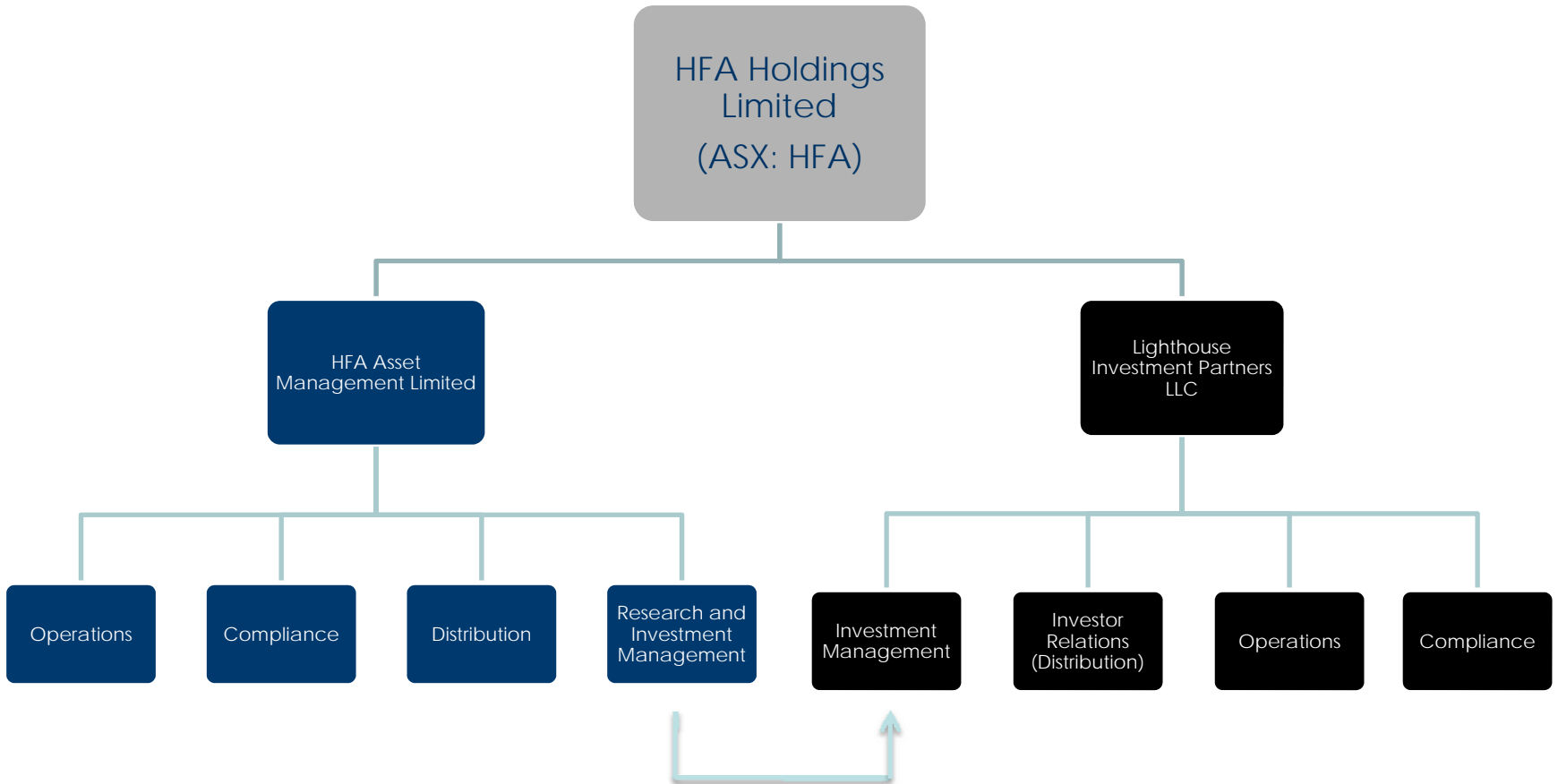
- HFA is a truly global absolute return investment manager with nearly 100 staff in locations around the world.
- International presence provides local knowledge on a global scale.
- HFA / LHP is ranked 33 in the top 50 global Fund of Hedge Fund (FoHF) managers.
- Hedge fund industry assets (not including assets invested in fund of hedge funds) increased by \$462 billion in 2007 to \$1.997 trillion.
- Fund of Hedge Funds (FoHF) assets more than doubled in the three years up to 2007 to reach nearly \$US950bln or around 40% of global hedge fund assets.



■ Australia
■ USA/Europe/Asia



Corporate Structure

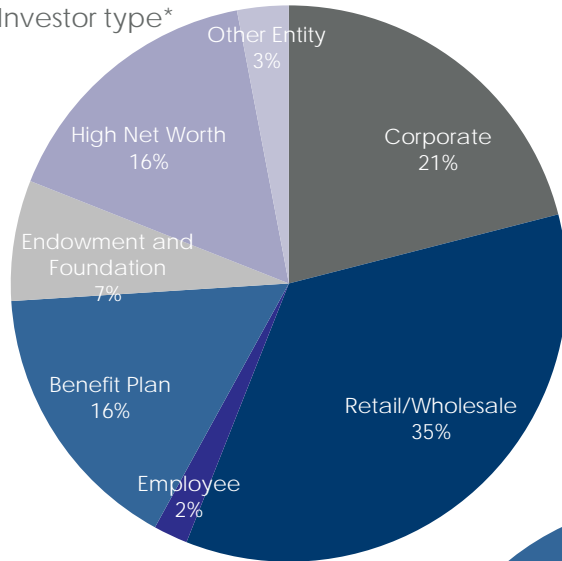


Investor Diversity



Investor Diversity

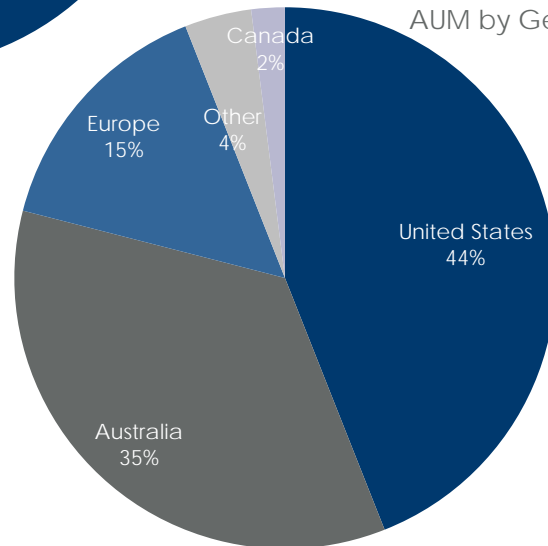
AUM by Investor type*



Comments

- HFA fund channels are highly diversified by both investor type and geography.
- Diversification reduces risk associated with any single market.
- Lighthouse acquisition provided stronger presence in both global institutional market and high net worth market

AUM by Geography*



* As at 30 June 2008

Fund Inflows



Quarterly Fund Inflows

	Sep Qtr 2007 ¹	Dec Qtr 2007 ¹	Mar Qtr 2008	June Qtr 2008	FULL YEAR	Sept Qtr 2008
Net inflows (A\$m)	\$100.45	\$103.02	\$116.07	\$215.87	\$535.41	\$116.2

- 2008 calendar year inflows strong despite impact of weak investor sentiment and tendency to cash retention.
- Redemption activity was in line with our historical redemption activity, against industry trends towards increased redemptions.
- Long term value to be achieved from increased awareness of capital preservation qualities of absolute return investing during periods of volatility.
- Traditional funds management industry new fund flows slowing dramatically, whilst secular shift from traditional to alternative continues.

Fund Performance



Comparative Fund Returns to 31 August, 2008

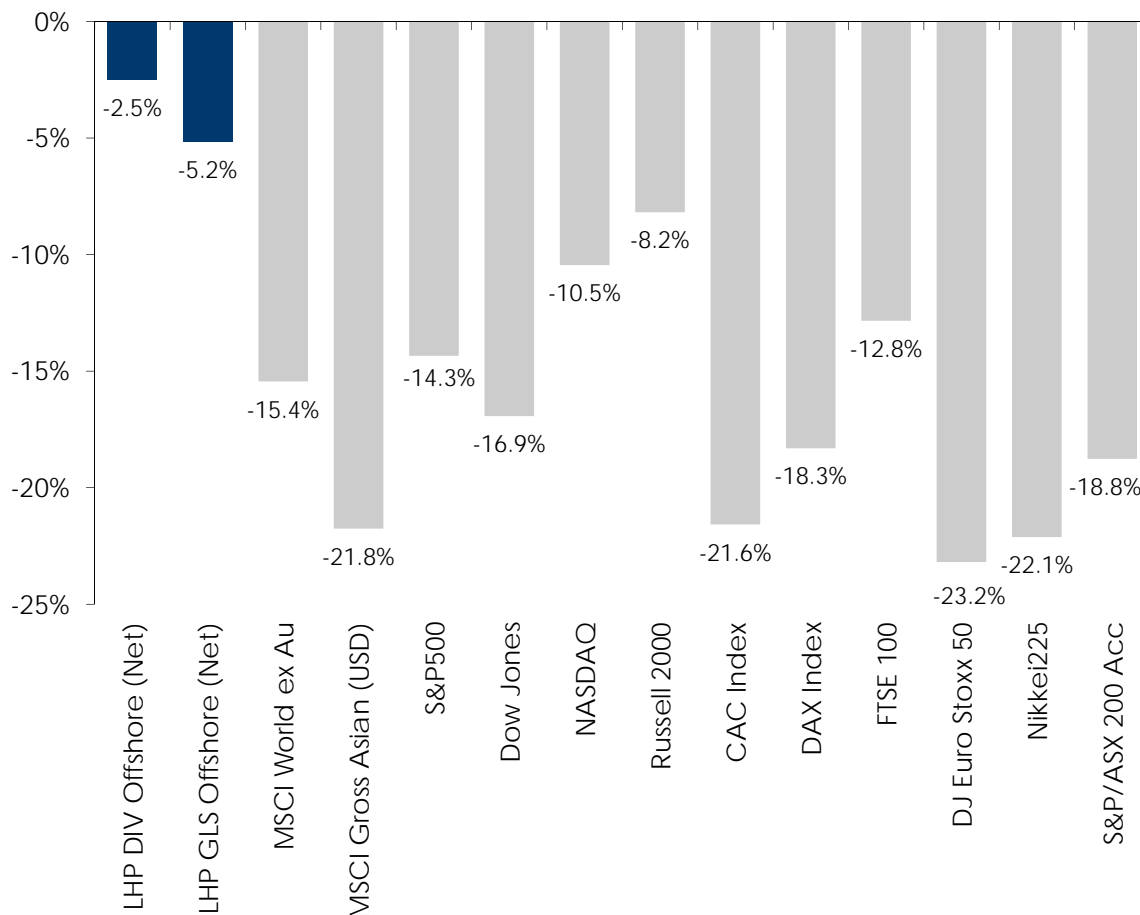
	LHP Diversified Fund	LHP Global Long Short Fund	MSCI World Ex Au (USD)	MSCI Gross Asian (USD)	S&P/ASX 200 Accumulation Index	Standard & Poor's 500 TR Index (US\$)
1 Month	-1.80%	-0.35%	-1.27%	1.45%	1.45%	4.09%
3 Months	-4.67%	-2.37%	-11.22%	-7.89%	-8.66%	-8.07%
6 Months	-4.75%	-3.55%	-5.78%	-2.57%	-5.89%	-5.67%
12 Months	-1.38%	-3.68%	-11.65%	-11.14%	-13.58%	-14.24%
2 Years p.a.	5.27%	7.74%	1.70%	1.15%	0.71%	4.40%
3 Years p.a.	5.88%	7.58%	6.31%	3.66%	3.27%	9.43%
4 Years p.a.	6.56%	9.40%	9.17%	5.82%	3.21%	14.36%
5 Years p.a.	6.22%	N/A	10.49%	6.92%	4.16%	14.69%
Inception p.a.	6.04%	8.38%	Since Inception Return are different for various Funds			
Inception Total	55.99%	45.60%				

- LHP Diversified Fund Ltd inception being February 2001
 - LHP Global Long Short Fund Ltd inception being January 2004
- Source: Lighthouse, MSCI and Bloomberg

Fund Performance – Short Term



Comparative Returns - October 1, 2007, to 31 August, 2008*



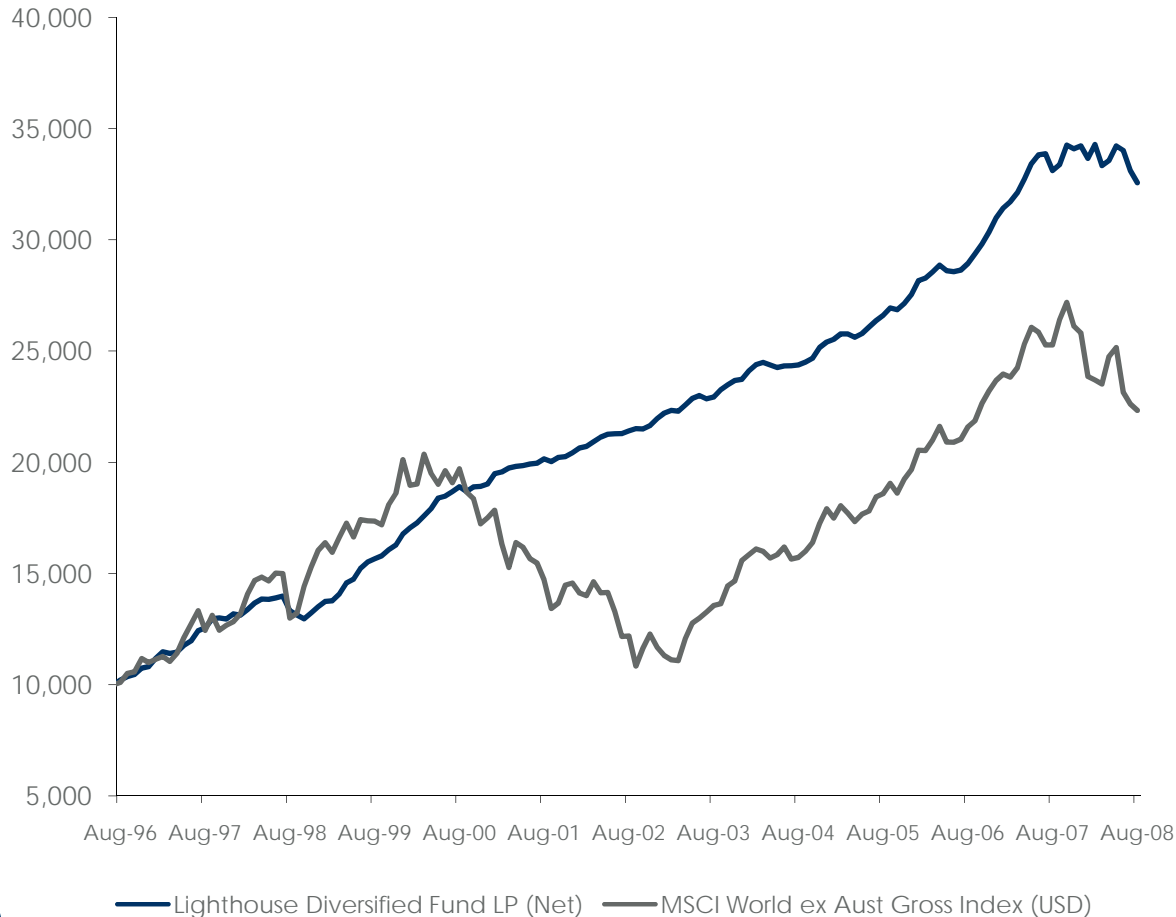
Comments

- Current market is characterised by low investor confidence which has manifested in sharp declines in most major indices.
- Absolute return investing has strong underlying capital preservation qualities.
- Benefits of absolute return investing during bear markets or periods of extreme volatility is significant.
- Absolute return funds provide a protection mechanism during periods of volatility.

Fund Performance – Long Term



Growth of \$US10,000*



Philosophy

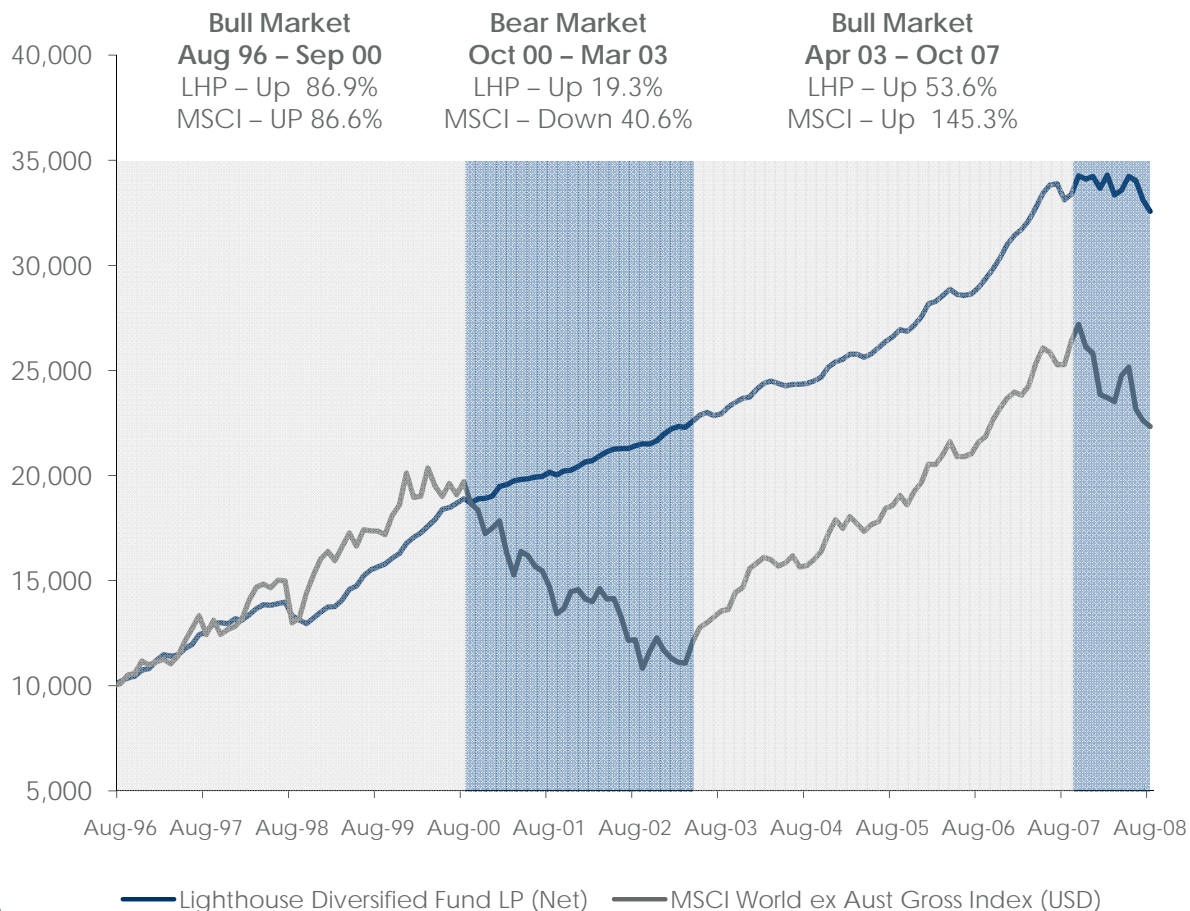
- It is better to miss a perceived good opportunity than risk sustaining real losses
- Focus on eliminating as much directional market exposure as possible
- Active strategy diversification reduces risk of loss
- Do not employ strategies which are not understood
- The “back-office” risk can be as substantial as the “front-office” risk
- Character matters. Reference and background checks prove critical to manager selection.



Value of Capital Preservation



Growth of \$US10,000*



Philosophy

- HFA funds have demonstrated superior capital preservation qualities in periods of extreme volatility.
- Capital preservation is the overriding investment goal for all HFA funds.



Outlook



STRATEGIC

- FY09 will present a number of investment opportunities to maintain fund performance
- HFA is well positioned to maximise opportunity of industry-wide shift from traditional (long-only) strategies to alternatives
- Less crowded investment market (through attrition, M&A) when sentiment returns
- Building distribution strength and brand awareness for return of positive sentiment
- Retained brand/reputation value through strong relative performance in FY08
- Budgeted expansion into Europe and Asia in FY09, expected to generate value in the medium term
- Opportunities may provide the possibility for material upside in fund performance and inflows during FY09

CAPITAL MANAGEMENT

- Strong capital base with no requirement to raise additional capital in FY09
- Ability to pursue opportunistic, accretive acquisitions if available
- Investigating opportunities use of surplus cash including potential share buy-back or retirement of corporate debt

EARNINGS

- Accurate earnings guidance impossible in current market
 - Performance Fees – dependent on markets which remain extremely volatile
 - Management Fees – recurring income in FY09 from existing AUM of ~\$126 million

FORMAL BUSINESS

Proxies Received - Resolution 2(a)



“The Mr Robert Fraser, who retires in accordance with clause 8.1 (c) of the constitution of the Company and, being eligible, offers himself for election, be elected as a director of the company.”

For	219,845,262
Open	1,764,226
Against	1,462,956
Total	223,072,444
Abstain	287,606

Proxies Received - Resolution 2(b)



“The Mr Sean McGould, who retires in accordance with clause 8.1 (c) of the constitution of the Company and, being eligible, offers himself for election, be elected as a director of the company.”

For	221,718,665
Open	1,163,903
Against	189,876
Total	223,072,444
Abstain	287,606

Proxies Received - Resolution 2(c)



“The Mr F.P (Andy) Esteban, who retires in accordance with clause 8.1 (c) of the constitution of the Company and, being eligible, offers himself for election, be elected as a director of the company.”

For	219,834,062
Open	1,764,226
Against	1,474,156
Total	223,072,444
Abstain	287,606

Proxies Received - Resolution 2(d)



“The Mr Brett Howard, who retires in accordance with clause 8.1 (c) of the constitution of the Company and, being eligible, offers himself for election, be elected as a director of the company.”

For	219,809,555
Open	796,954
Against	1,508,163
Total	222,114,672
Abstain	284,106

Proxies Received - Resolution 3



“That the Remuneration Report as it appears on pages 19 to 27 inclusive of the Directors’ Report for the financial year ended 30 June 2008 be adopted.”

For	192,264,416
Open	1,192,559
Against	13,882,840
Total	207,339,455
Abstain	16,020,595

Proxies Received - Resolution 4



“That the proportional takeover provisions under Rule 6 of the Company’s Constitution be renewed for period of 3 years from the date of this meeting.”

For	221,420,331
Open	1,372,503
Against	208,000
Total	223,000,834
Abstain	348,016



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