

LEADER in
ABSOLUTE
RETURN
SOLUTIONS



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Ord Minnett
Financial Services Conference
May 28th, 2008
Sydney

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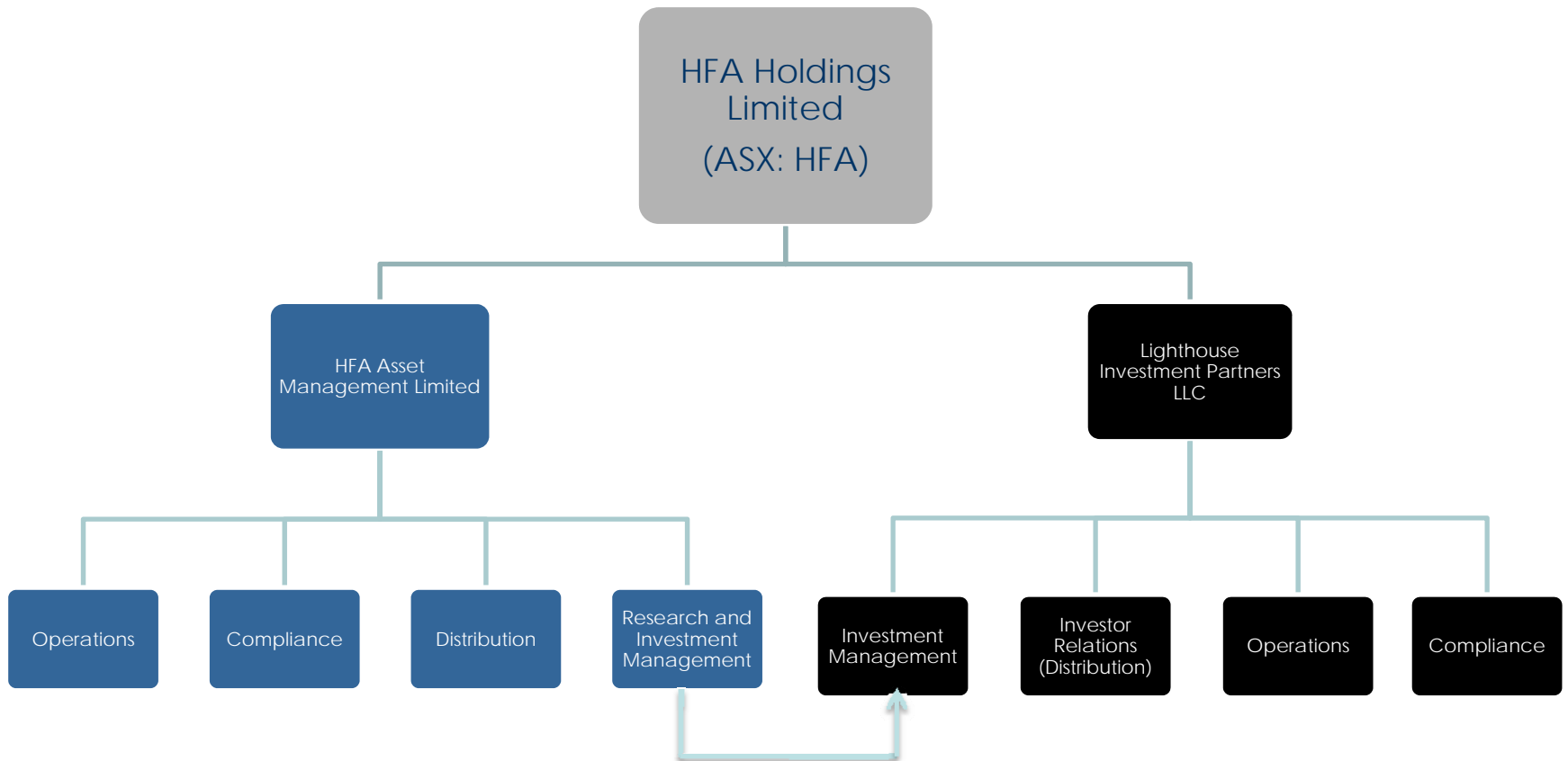
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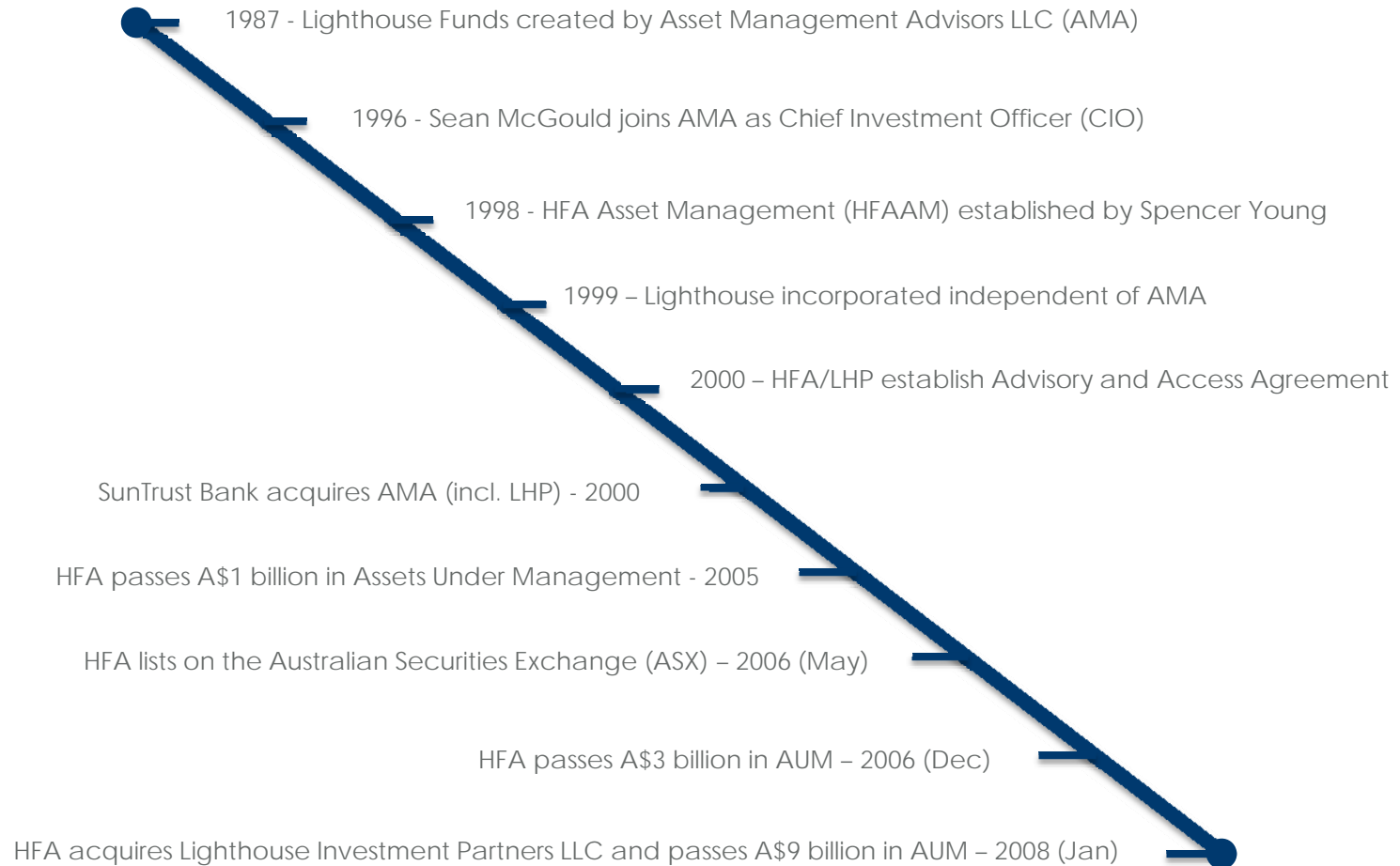
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Corporate Structure



History of HFA



International Organisation

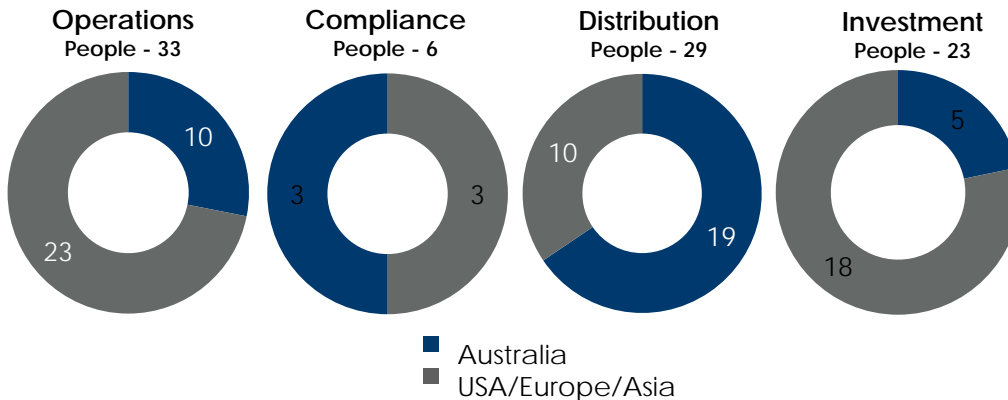


International Presence



Comment

- HFA is a truly global absolute return investment manager with 91 staff in locations around the world.
- International presence provides local knowledge on a global scale.
- Lighthouse has appointed Phil Harris as Managing Director of the investment team. Prior to joining LHP, Phil was an Investment Manager in GAM's Multi-Manager Team.

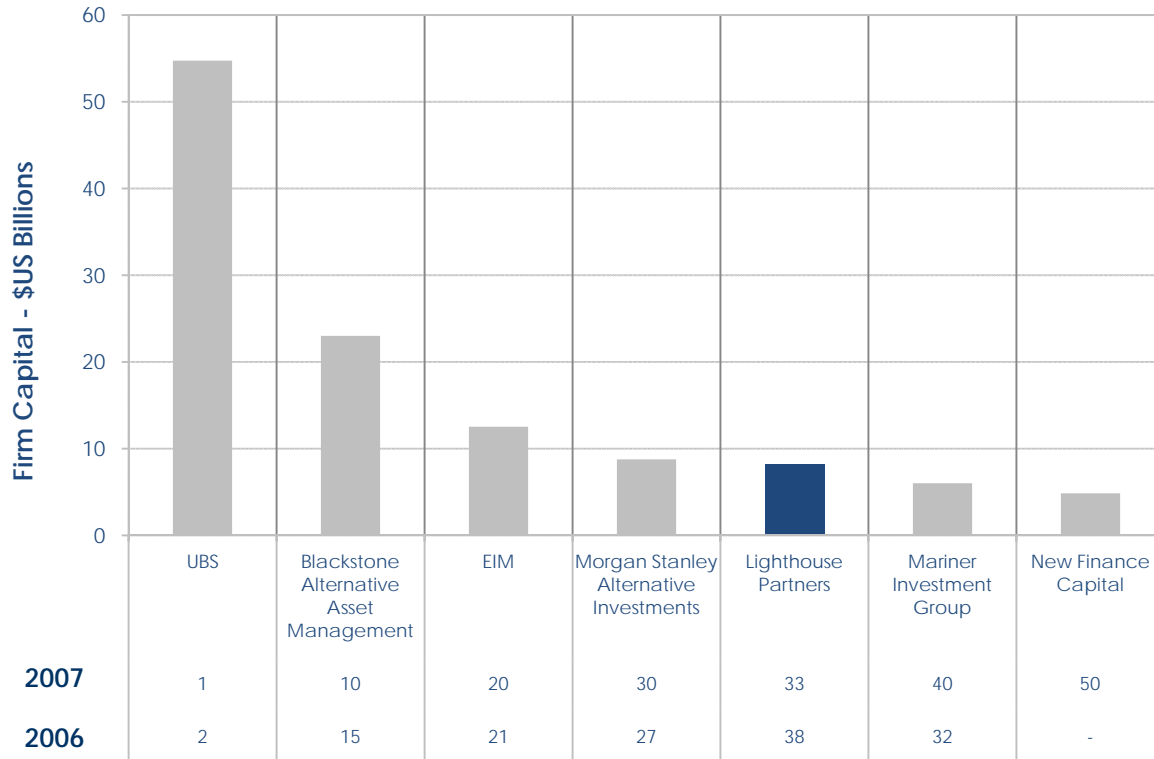


Global Ranking



Global Fund of Hedge Fund (FoHF) Rankings

Comment



Global Rankings

- HFA / LHP is ranked 33 in the top 50 global Fund of Hedge Fund (FoHF) managers
- Top 50 Global FoHF managers have a combined AUM of US\$750 billion
- AUM growth for the top 50 FoHF managers was 35% for the 12 months to June 2007



Financial Scorecard



Strong profit growth since IPO

	FY06	FY07	1H08	FY08 Guidance
NPAT	\$7.9m ¹	\$20.3m	\$16.5m ²	-
EBITDA	\$11.1m	\$30.2m	\$22.4m ²	\$56m ²
Pro-forma EBITDA³	-	-	-	\$87.3m

1. Normalised for one-off impact of \$19m employee share plan expense.
2. Includes one-off FX gain of \$8.9m.
3. Combined EBITDA of HFA and LHP for full year

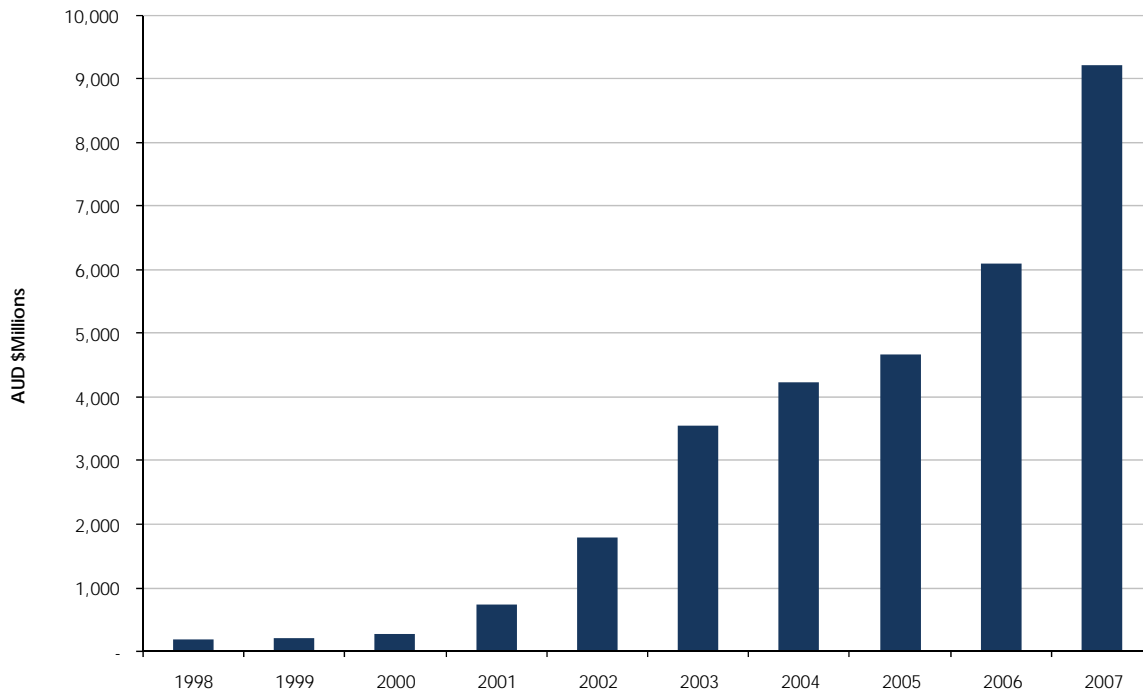
Comments

- HFA has achieved or exceeded key financial forecasts in every accounting period since IPO demonstrating clear focus on revenue growth, cost control and earnings growth.
- Retained guidance for FY08 EBITDA of at least \$56 million.

Strong Growth



Growth in Assets Under Management (AUM)



Comments

- Since 1998, HFA's AUM has grown from less than \$200 million to approx A\$9.6 billion at 30 April, 2008.
- AUM growth built on strong distribution channel development and product performance.
- Future growth to come from expanded retail capabilities in Australia and expansion in the US, Europe and Asia

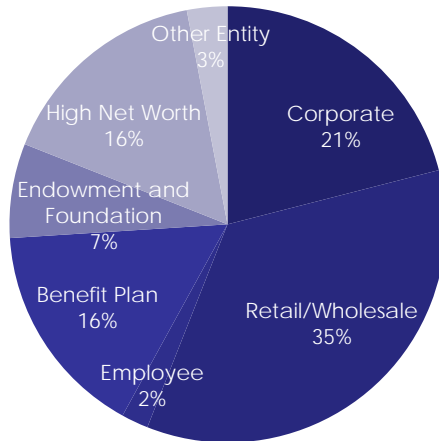
Investor Diversity



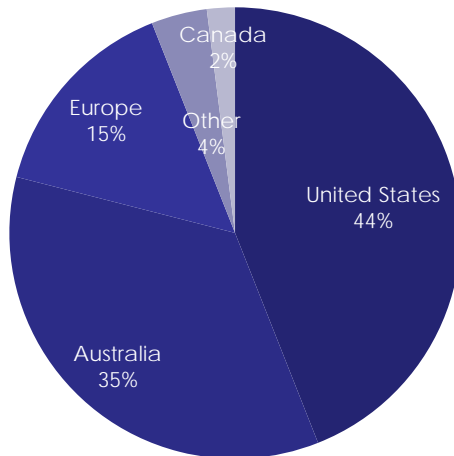
Investor Diversity

Comments

AUM by Investor type*



AUM by Geography*



- 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

* As at 30 April 2008



Product Performance



Comparative Fund Returns to 30 April, 2008

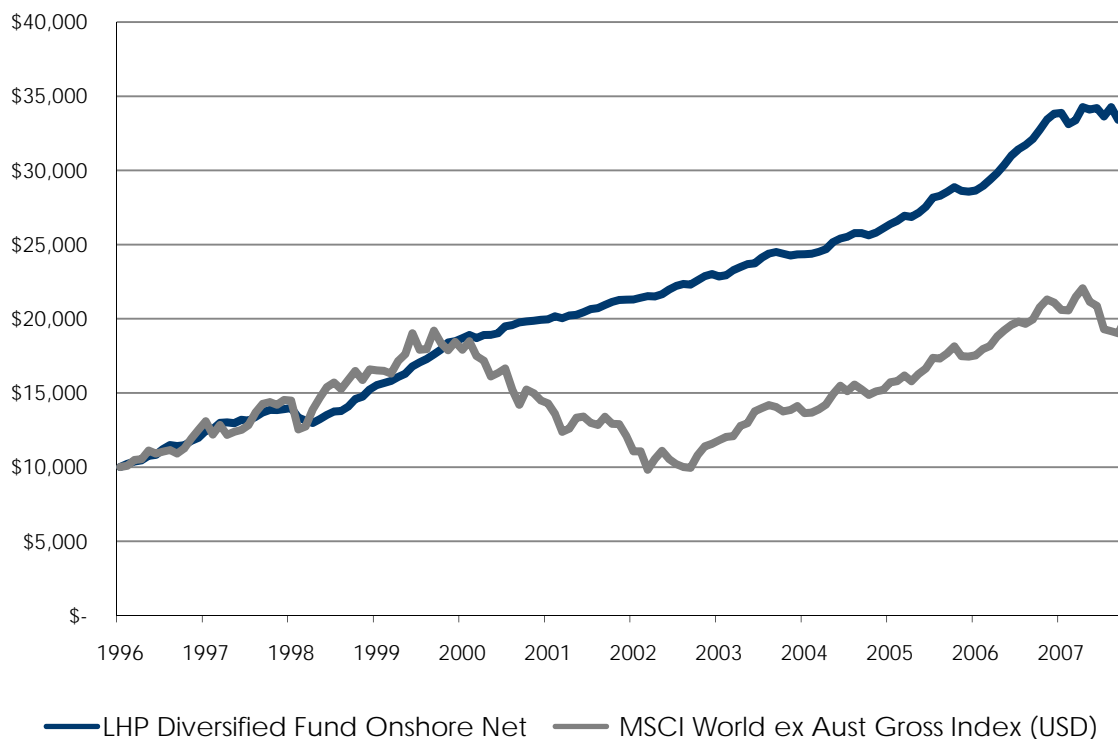
	LHP Diversified Fund ¹	LHP Global Long Short Fund ¹	MSCI World Ex Au (USD)	MSCI Gross Asian (USD)	S&P/ASX 200 Accumulation Index	Standard & Poor's 500 TR Index (US\$)
1 Month	0.93%	1.12%	5.24%	7.67%	4.53%	4.87%
3 Months	0.29%	-3.34%	3.76%	5.39%	0.37%	1.03%
6 Months	-2.05%	-8.55%	-8.95%	-10.92%	-15.41%	-9.64%
12 Months	1.93%	-1.61%	-2.24%	4.61%	-5.56%	-4.68%
2 Years p.a.	6.71%	7.19%	7.02%	5.04%	7.42%	4.81%
3 Years p.a.	8.30%	9.54%	12.60%	16.84%	16.74%	8.23%
4 Years p.a.	7.32%	8.65%	12.07%	13.82%	18.08%	7.75%
5 Years p.a.	7.23%	n/a	15.44%	21.96%	18.05%	10.62%
Inception p.a.	6.80%	8.93%	Since Inception Return are different for various Funds			
Inception Total	61.17% ²	44.85% ³				

1. April performance figures for LHP are estimates
 2. LHP Diversified Fund Ltd inception being February 2001
 3. LHP Global Long Short Fund Ltd inception being January 2004
- Source: Lighthouse, MSCI and Bloomberg

Consistent Performance and Low Volatility



Growth of \$US10,000*



Comments

- HFA funds have an established track-record of delivering superior risk-adjusted returns.
- HFA's products are a compelling alternative investment option particularly during periods of volatility and extended bear markets.

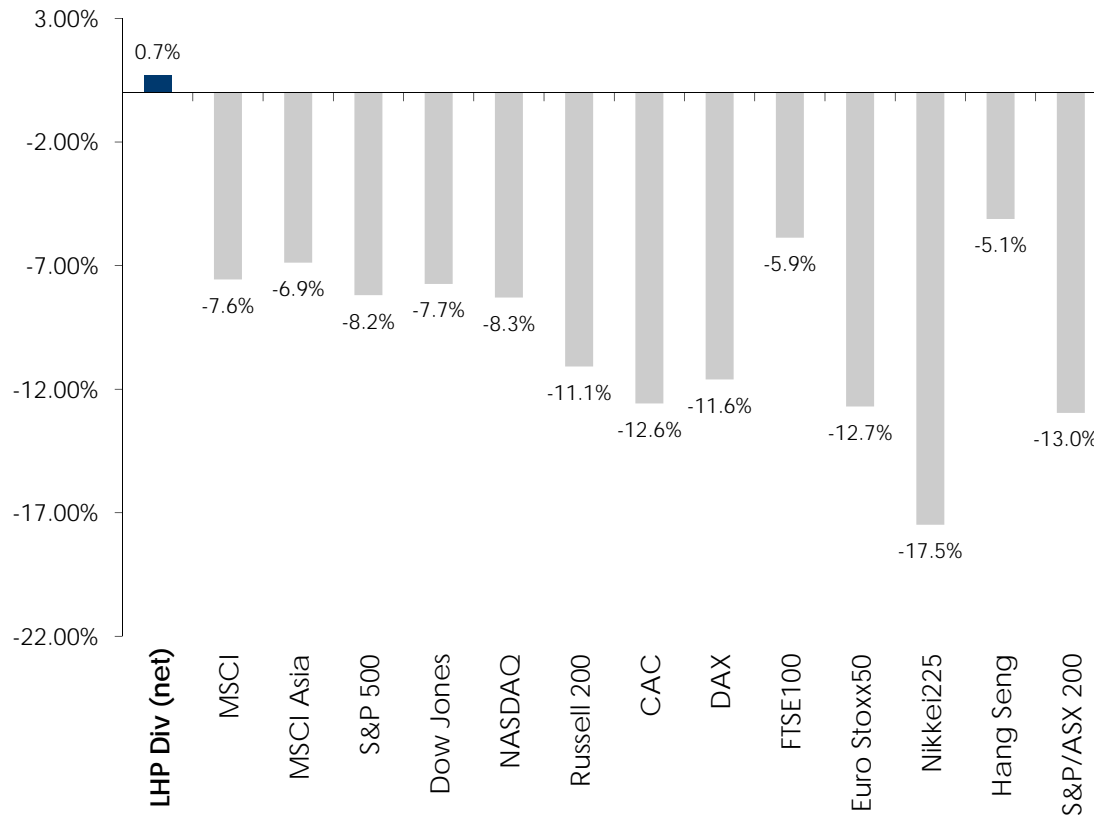
* from 1 August, 1996, to 30 April, 2008. April 2008 performance figures for LHP are estimates; LHP returns net of fees. SOURCE: Lighthouse and MSCI.

Capital Preservation



Comparative Returns - October 1, 2007, to 30 April, 2008*

Comments



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

* LHP Diversified Fund Ltd returns are net of fees. LHP figures include an estimate for April 2008. Source: HFA Asset Management, MSCI and Bloomberg.

Fund Inflows



Quarterly Fund Inflows

	Sep Qtr 2007	Dec Qtr 2007	Mar Qtr 2008
Net inflows (A\$m)	\$100.45	\$103.02	\$100.23

Comment

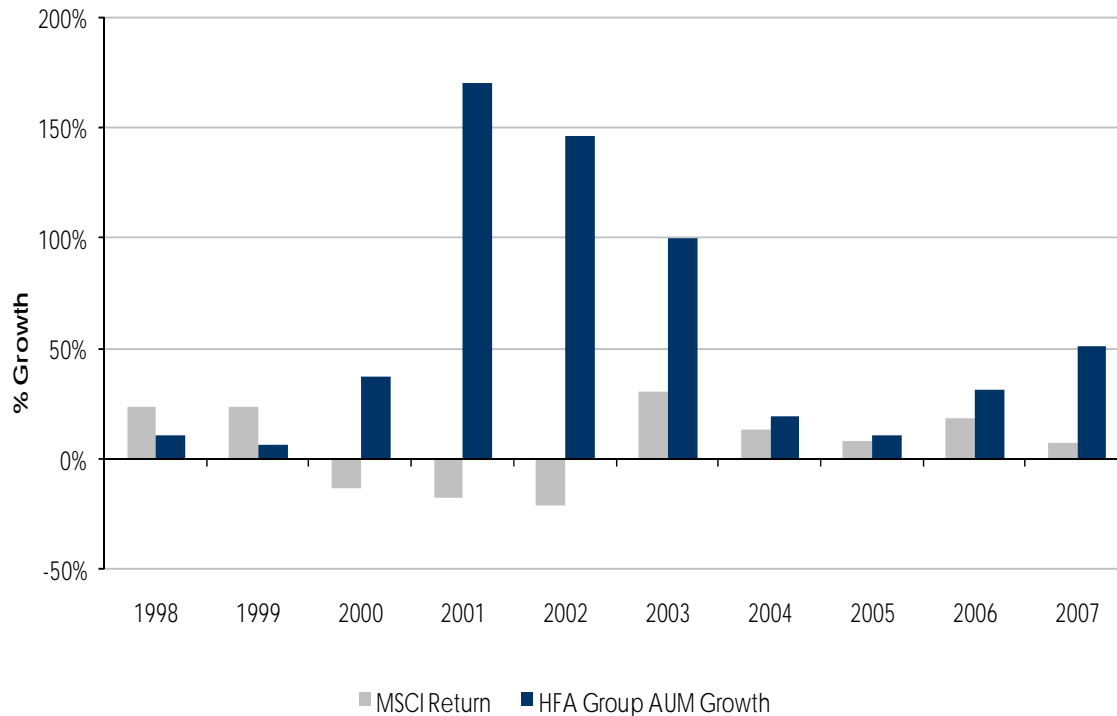
- 2008 calendar year inflows strong despite impact of weak investor sentiment and tendency to cash retention.
- April has been another solid positive investment inflow month.
- Long term value to be achieved from increased awareness of capital preservation qualities of absolute return investing during periods of volatility.

Current Opportunity



Growth in Group AUM v's MSCI Return (Calendar Year)

Comments



- HFA has historically benefitted through increased fund inflows during periods of market downturn.
- Three of the four strongest periods of AUM growth occurred in the same year as a negative return from global equities.

HFA Asset Management Alternative Investment Survey May 2008



Key Findings

74% of respondents said they would invest in FoHF on behalf of their clients over the next 12 months, 6% would not whilst 20% were uncertain.

75% of respondents will allocate 5-10% of their clients portfolios to Absolute Return Funds over the next 12 months whilst 21% would allocate 15-20%.

74% of respondents rated FoHF as having less risk than traditional managed funds, 20% rated equivalent risk and 6% greater risk.

When asked to rank the most important aspects of investing to their clients the advisers responded:

- 21% Absolute Returns
- 20% Capital Preservation
- 47% Consistent Performance
- 5% High Double Digit Returns
- 5% Tax efficient returns
- 2% Relative Returns vs Benchmarks

Survey Overview

299 financial planners participated in the survey.

- 53% from large dealer groups
- 19% from boutique dealer groups
- 15% from independent practices
- 13% from mid size dealer groups

- 9% Less than \$10m FUM
- 12% \$10-20m FUM
- 25% \$20-50m FUM
- 24% \$50-\$100m FUM
- 30% Greater than \$100m FUM

Debt Profile



Gearing Ratio

Pro forma Forecasts	FY08	FY08 (no perf fees)	FY08 (pro forma long term perf fees)
Debt / EBITDA	1.73x	2.01x	1.35x
Financial undertaking to debt provider	< 3.5x	< 3.5x	< 3.5x

1. Translated at A\$/US\$ exchange rate of 0.91 as per prospectus and includes planned debt reduction of \$4m in March 08.
2. Includes full year Lighthouse earnings (1/7/07 – 30/06/08)

Minimum Interest Cover Ratio

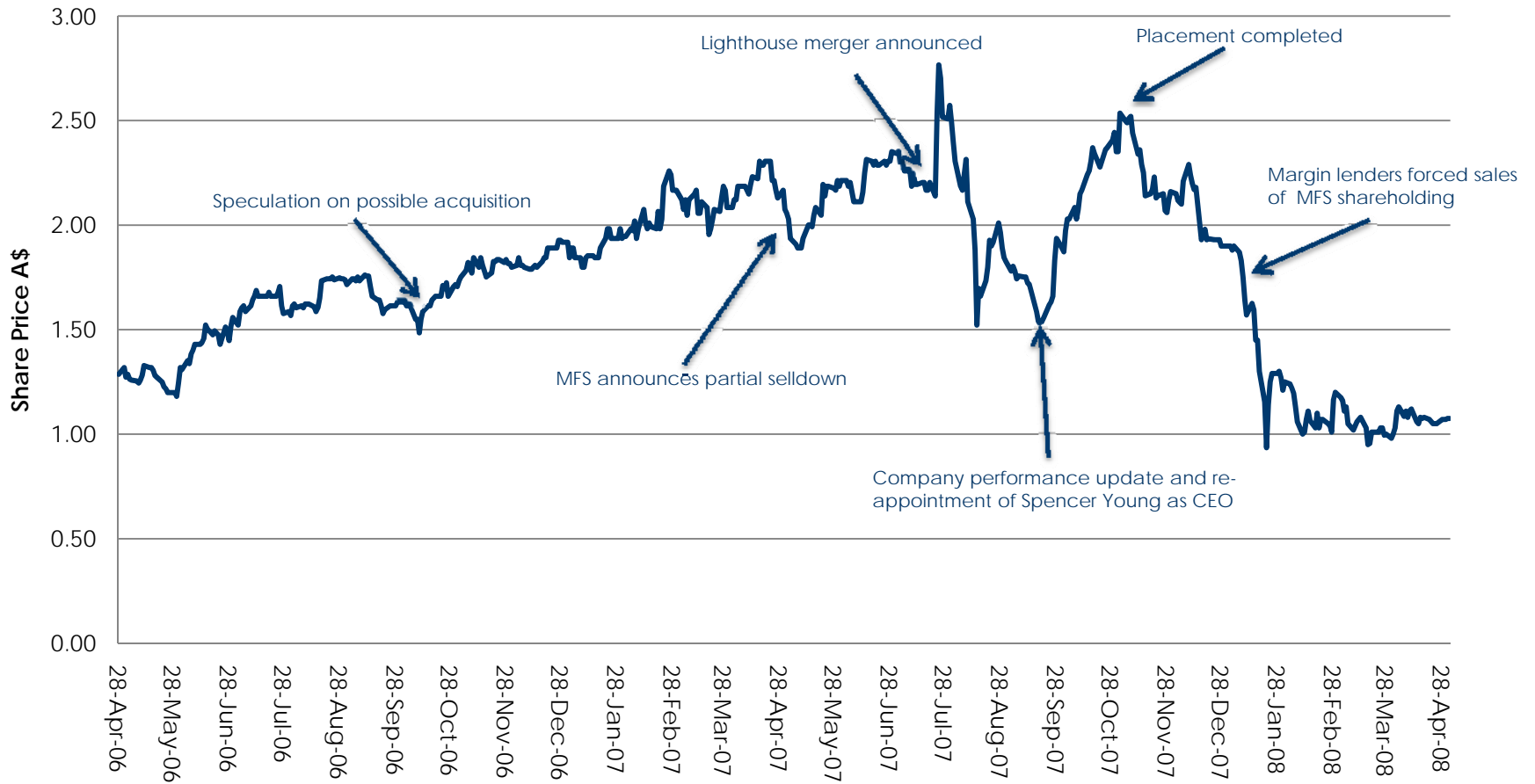
Pro forma Forecasts	FY08	FY08 (no perf fees)	FY08 (pro forma long term perf fees)
EBITDA / Interest expense	12.8x	11.1x	16.4x
Financial undertaking to debt provider	> 3.5x	> 3.5x	> 3.5x

1. Interest assuming acquisition took place on 1/7/07
2. Includes full year Lighthouse earnings (1/7/07 – 30/06/08)

Comments

- Primary debt obligations
 - Lighthouse acquisition facility - US\$128.5m
 - Working capital - A\$10m (limit A\$30m)
- No repayments due until end of 3 year term
- Funding costs
 - US\$ acquisition facility - recently fixed for remaining term of loan at LIBOR rate of 2.70% plus 80 bpts margin
 - Working capital - BBSY plus 80 bpts margin

HFA Share Price



Outlook



- HFA / LHP Funds will continue to deliver solid risk adjusted returns.
- Volatility through the third quarter of FY08 has slowed investors' investment decision making. There are now indications these decisions may be starting to accelerate.
- Secular trend of shift in assets from traditional to alternative asset management to continue.
- Management believes that significant opportunities exist and that HFA will continue on its solid growth profile.

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