

Treasury Group Ltd

ABN: 39 006 708 792

Sydney Office

Level 5, 50 Margaret Street
Sydney NSW 2000

Telephone +61 2 8243 0400

Facsimile +61 2 8243 0410

31 May 2006

Treasury Group and Sandhurst Trustees Consolidate Alliance through expanded Product Offering

Treasury Group Limited (Treasury Group) is pleased to announce an extension of the relationship between Sandhurst Trustees Limited (Sandhurst) and Investors Mutual Limited (IML), first established in 1999 with the successful launch of the Sandhurst Industrial Share Fund. This fund, which is managed exclusively by IML and marketed to retail investors, has today grown to in excess of \$500 million.

Treasury Group also announces that the relationship with Sandhurst will be extended to include Global Value Investors Limited (GVI). GVI, an IML and TRG initiative, was launched as a new boutique in the Treasury Group stable in 2005. It focuses on value based, yield driven international equities investments, and is one of two fund managers within Treasury Group specialising in the international sector.

Sandhurst has launched a new product, the "Sandhurst Professional Series", which will provide investors with mezzanine access to IML's Australian equities funds as well as GVI's Global Industrial Share Fund. The Sandhurst Professional Series will comprise of the following funds:

- Sandhurst Professional IML Australian Share Fund;
- Sandhurst Professional IML Industrial Share Fund;
- Sandhurst Professional IML Future Leaders Fund;
- Sandhurst Professional GVI Global Industrial Fund (Funds); and
- Sandhurst Common Cash Fund.

The Funds will respectively invest into the following funds:

- Investors Mutual Australian Share Fund;
- Investors Mutual Industrial Share Fund;
- Investors Mutual Future Leaders Fund; and
- GVI Global Industrial Share Fund.

The Sandhurst Professional Series is open for investment from 26 May 2006 with the minimum investment in a Fund set at \$50,000. The Funds carry no exit or entry fees.

The new relationship between GVI and Sandhurst will provide GVI with another direct channel to the retail market. GVI's flagship fund, the Global Industrial Share Fund, has already achieved significant recognition for its unique style. It has succeeded in being included on leading platforms in Australia such as Asgard, BT Wrap and Macquarie Wrap over the last 12 months. More recently it has also been included on the Navigator and MLC Masterkey menus.

The GVI Industrial Share Fund has just completed its first year of operation and returned 21% (after fees and assuming all distributions are re-invested) for investors over this period. While the last 12 months have been good for international shares, Treasury Group is pleased with this result as it has been achieved using GVI's risk-averse approach.

In the past twelve months, the GVI Global Industrial Share Fund has gained growing support for its investment approach from a number of leading financial planning groups across Australia. As a result it has recently celebrated its milestone of \$100 million funds under management, bringing GVI's total funds under management to over \$180 million.

The broadening of the Sandhurst relationship, including their support of GVI's Global Industrial Share Fund, is in line with Treasury Group's expansion into international products.

For further information on this and other Treasury Group announcements, please contact David Cooper, Managing Director, on 02 8243 0400.

Treasury Group Ltd is an investor in, and supporter of, boutique funds management businesses in Australia. Its current interests include Investors Mutual Limited (50%), Orion Asset Management Limited (42%), Confluence Asset Management Limited (35%), Treasury Asia Asset Management Limited (47%) and Global Value Investors Limited (67%).