

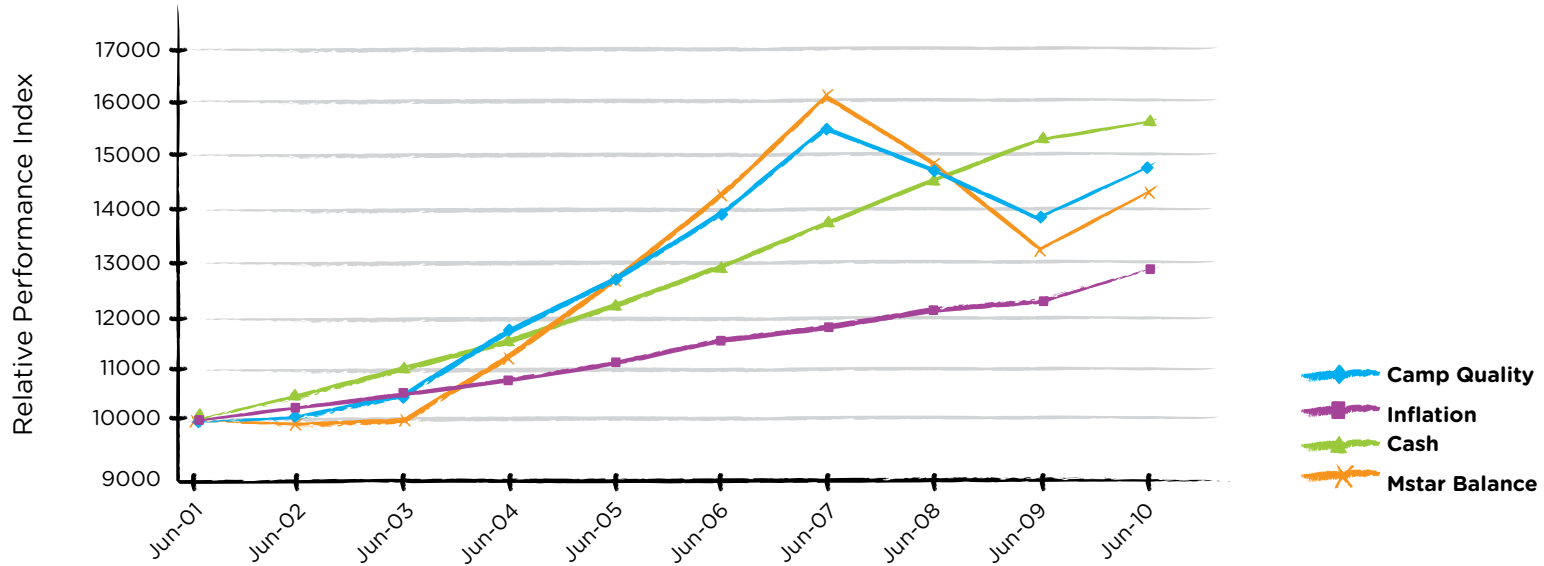
Together we're Making **SOUND INVESTMENTS**

Policy Summary

- The Board, through the Audit & Compliance Committee, oversees the investment and management of surplus funds
- The broad investment objective is to maximise long-term investment returns, subject to constraints aimed at containing fluctuations in returns over shorter periods within acceptable limits
- The investment portfolio will be a periodically rebalanced medium risk portfolio aiming to earn returns of CPI + 4% to 5% per annum, plus 1.4 times cash rates
- Benchmarked against the Morningstar Balanced Index, aiming to beat the five-year average of the Morningstar Balanced Index
- Socially responsible investment strategy - we would not knowingly invest in businesses whose objectives are contrary to the culture of a children's charity
- Investment consultant makes recommendations to the Audit & Compliance Committee, provides performance monitoring and other investment advisory services; meets 2 to 4 times a year with Audit & Compliance Committee
- Investment consultant works with an approved asset allocation benchmark
- Other than pooled investment products, not more than 10% of portfolio may be invested in any one asset or security
- The value of our investment portfolio is capped a maximum of twice current budgeted expenditure and a minimum of one times current budgeted expenditure, plus or minus extraordinary items. In the event that the investment portfolio reaches 10% above or below the maximum or minimum, the Board will develop a plan to bring the investment portfolio back to its benchmark within a period of 12 months

Camp Quality Investment Portfolio

Performance vs Indices



Investment portfolio return per annum: 4.3% (Inflation 2.8%, Cash 5%, Morningstar Balanced 4%)

Market value at 30 June 2010: \$16.5m (30 June 2009: \$15.4m)

Investment cap ratio at 30 June 2010: 1.2 (30 June 2009: 1.2)