

Colonial First State

CapGT

Aspect Series 1

Investor guide

INVESTMENT MANAGEMENT

EXPERTISE BY:

Aspect Capital Limited



CAPITAL GUARANTEE BY:

(Subject to the terms of the Commonwealth Bank Guarantee described in the Colonial First State CapGT – Aspect Series 1 Product Disclosure Statement).

CommonwealthBank



Colonial
First State



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Important information

This document is a summary only and you should read the Colonial First State CapGT – Aspect Series 1 Product Disclosure Statement (PDS) carefully and assess whether the investment is appropriate for you and consider talking to a financial adviser before making an investment decision. Alternative investments can involve significant risks and the value of an investment may go down as well as up. For further details regarding the risks, structure and features associated with CapGT Aspect Series 1 refer to the PDS.

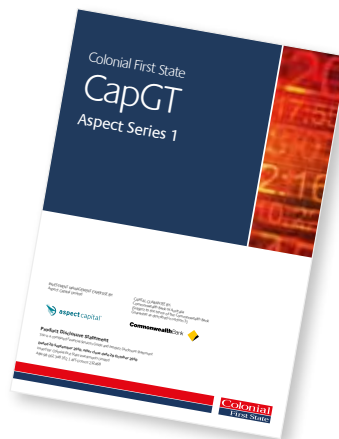
Capital growth or security? Or both?

For investors seeking potential growth and the comfort of capital protection, we've introduced Colonial First State CapGT.

Colonial First State CapGT – Aspect Series 1 ('CapGT Aspect Series 1' or 'the fund') aims to achieve significant long term growth and, at the same time, protect your investment in the fund at maturity through a capital guarantee from the Commonwealth Bank.

Prior to maturity, the fund's growth potential will come predominantly through an underlying exposure to the managed futures investment programme of our alliance partner Aspect Capital Limited ('Aspect').

CapGT Aspect Series 1 at a glance	
Offer opens	20 September 2010
Offer closes	29 October 2010
Investment date	4 November 2010
Guarantee maturity date	4 November 2020
Withdrawals	Available monthly
Minimum investment	\$5,000



About managed futures

A managed futures programme is based on an actively-managed portfolio of futures or forward contracts and is typically described as an 'alternative', growth-style asset.

Globally, managed futures is a large, diverse and liquid asset class. Aspect's managed futures investment programme, for instance, has been applied to more than 100 different futures markets covering equity indices, interest rates, currencies, energy, agricultural commodities and metals.

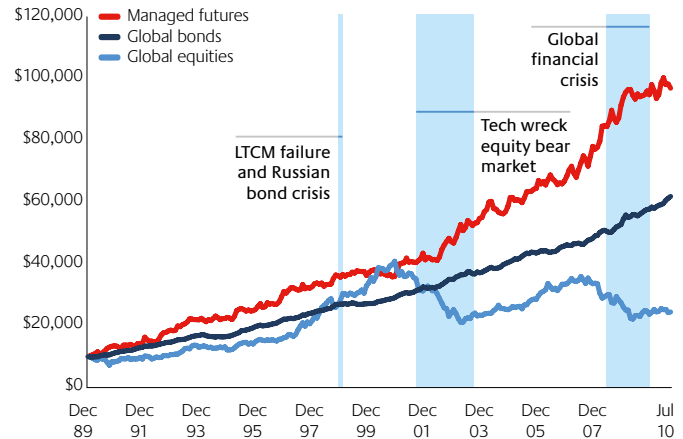
Rising and falling markets

A key feature of a managed futures programme is the potential for a manager to generate a return (profit) in both rising and falling markets.

Historically, managed futures has a low correlation with other assets including global shares, Australian shares and bonds.

As shown in the chart, managed futures has historically outperformed both global equities and global bonds over the past 20 years.

Performance comparison
The value of \$10,000 invested in December 1989



Past performance is no indication of future performance. Performance to 31 July 2010.
Source: Colonial First State. Managed futures – CISDM CTA Asset Weighted Index (hedged to AUD). Global equities – MSCI World Net Index (in AUD). Global bonds – Citigroup World Government Bond Index ex Australia (AUD Hedged).

How CapGT Aspect Series 1 works

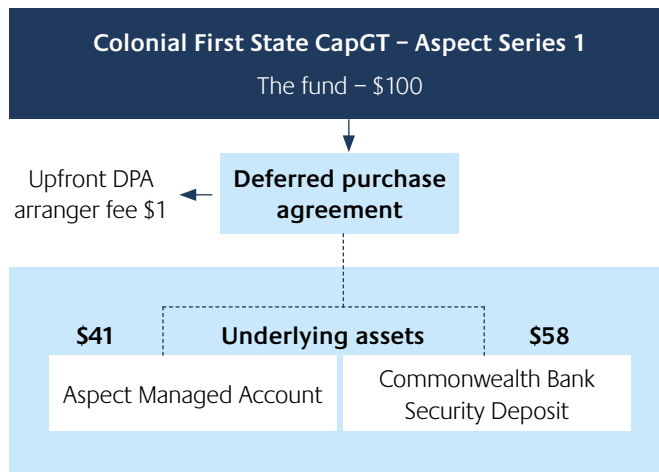
CapGT Aspect Series 1 is a closed-end fund, meaning you can only make an investment application in the offer period between 20 September and 29 October 2010. Once invested, you can withdraw some or all of your investment, however, any withdrawals made before the maturity date of 4 November 2020 won't be backed by the capital guarantee.

To achieve its investment objectives, CapGT Aspect Series 1 will invest into a deferred purchase agreement (or DPA), which, in turn, provides exposure to two underlying assets:

- Aspect Managed Account – a growth-oriented investment using the Aspect Diversified Programme
- Commonwealth Bank Security Deposit – a fixed-rate investment over ten years that supports the capital guarantee.

The initial allocation between these two assets will be determined by the interest rate of the Commonwealth Bank Security Deposit on the investment date. As shown in the diagram, if the interest rate was 5.5%, on investment proceeds of \$100 approximately \$58 would go towards the Commonwealth Bank Security Deposit and \$41 to the Aspect Managed Account.

How CapGT Aspect Series 1 works –
example based on 5.5% interest rate and \$100 investment



Why invest in CapGT Aspect Series 1

1 Aspect's strong performance record in rising and falling markets

The Aspect Diversified Programme has historically delivered strong long-term returns. Since its inception in 1998, it has outperformed the CISDM CTA Asset Weighted Index for managed futures, the MSCI global share index and the global bond index. While CapGT Aspect Series 1 is a new fund and has no track record, it will apply the Aspect Diversified Programme to the Aspect Managed Account.

2 Commonwealth Bank capital guarantee and potential rising guarantee

The Commonwealth Bank Guarantee is supported by the Commonwealth Bank Security Deposit which will deliver fixed-rate growth over ten years.

In simple terms, the capital guarantee protects your investment by guaranteeing assets equal to \$1.00 per unit on the maturity date. Your investment may also benefit from a rising guarantee, which is designed to lock in a portion of profits above the agreed hurdle rates, and potentially increase the guarantee unit price at maturity.

3 Portfolio diversification

Historically, managed futures has provided real diversification benefits to a traditional investment portfolio of stocks and bonds. Such diversification can help smooth returns over the investment cycle.

4 Tax effective

Investment performance is expected to be predominantly capital gains, meaning an investment in CapGT Aspect Series 1 held for longer than 12 months should generally attract the relevant capital gains discount (up to 50%). As always, you should speak to your tax adviser and read the PDS before investing.

5 Value

In line with Colonial First State's aim to provide value for money, CapGT Aspect Series 1 has lower management costs than comparable funds.

Also, the fund does not limit upside potential, whereas many capital protected funds indirectly penalise investors by imposing a performance cap.

About Aspect

Based in London, Aspect was founded in 1997 by Anthony Todd, Martin Lueck, Michael Adam and Eugene Lambert. Today, Aspect is one of the largest and most experienced managed futures managers in the world, with US\$3.9 billion of assets under management (at 1 September 2010) and over 110 employees.

Prior to founding Aspect, Lueck and Adam were two of the three co-founders of AHL Limited, where they pioneered the application of systematic techniques to managed futures trading. Aspect continues to invest heavily in the research-driven evolution of its trading systems which are designed to maximise returns across a wide range of liquid futures and currency forward markets through its Aspect Diversified Programme.

In December 2009, Colonial First State and Aspect formed a strategic alliance to develop retail funds that utilise Aspect's capabilities.



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Next steps

While capital protection at maturity is a benefit, it's important to understand the risks, structure and features associated with CapGT Aspect Series 1. You should read the Product Disclosure Statement and consider talking to a financial adviser about your financial situation and needs.

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