

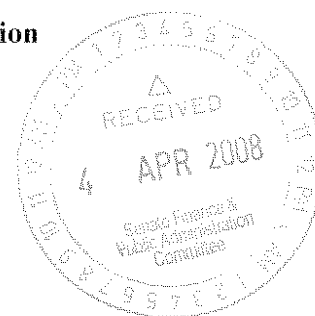
Standing Committee on Finance and Public Administration

ANSWER TO QUESTION ON NOTICE

Finance and Deregulation Portfolio

Australian Reward Investment Alliance

Additional Estimates Hearing – February 2008



Question: F64

Outcome 1, Output 1

Topic: Hedge Fund

Hansard Page: F&PA 91

Senator Watson asked:

What proportion of the assets under management are in hedge funds?

Answer:

ARIA does not classify any asset class as 'hedge fund'. Rather, the asset classes that ARIA has are called Long Short funds and Market Neutral funds. It is in these classes of asset that ARIA's 'hedge fund' investments are held.

The asset allocation to each of these sectors is as follows:

Asset Class	30 June 2007 PSS	31 January 2008 PSS
Market Neutral funds	9.2%	10%
Long/short Equity funds	4.5%	5%
Total	13.7%	15%

The CSS and PSSap (Trustee Choice) asset allocations are similar to PSS.