

Portfolio Administrator - Investment

Second Supplementary Investor Brochure

This Second Supplementary Investor Brochure dated 1 March 2007 supplements the Portfolio Administrator - Investment Investor Brochure dated 1 May 2005 and the Supplementary Investor Brochure dated 30 March 2006.

This Second Supplementary Investor Brochure is issued by BT Portfolio Services Limited ABN 73 095 055 208 AFSL No. 233715 (BTPS) and should be read together with the Portfolio Administrator - Investment Investor Brochure and Supplementary Investor Brochure. Except where stated otherwise, the information in this Second Supplementary Investor Brochure supplements the information dealing with the same subject matter in the Portfolio Administrator - Investment Investor Brochure and the Supplementary Investor Brochure.

This Second Supplementary Investor Brochure provides important information affecting new and existing members in relation to:

1_BT Wrap Advantage

a_Introducing BT Wrap Advantage – lowering the cost of investing

b_Updated information on investment options and services

2_Updated information on fees and other costs

The information contained in this Second Supplementary Investor Brochure has been prepared without taking account of your objectives, financial situation or needs. Because of this you should, before acting on this information, consider its appropriateness, having regard to your objectives, financial situation and needs.

1_BT Wrap Advantage

a_Introducing BT Wrap Advantage – lowering the cost of investing

As one of the largest and most experienced Wrap providers in Australia, at BT we've been able to leverage our scale and expertise to offer investors greater value for money, by lowering the cost of investing.

How to get the BT Wrap Advantage?

By investing in one or more of the Advantage Investment Series funds, investors can enjoy a rebate on their Account keeping fee. The more you invest in these funds, the greater your total rebate. This means lower fees for you, the investor. Please refer to Section 1_b below for more information on the Wrap Advantage Fee Rebate.

In addition, BT maintains its commitment to delivering a leading Wrap platform, making investing easier, more transparent, and better value for money.

For more information on BT Wrap Advantage and the benefits to you, or to find out the full list of funds in the Advantage Investment Series, speak to your adviser or visit www.investorwrap.com.au

Please see 'Section 1_b Updated information on investment options and services' for more information on the Advantage Investment Series and 'Section 2_Updated information on fees and other costs' for details of how the Wrap Advantage Fee Rebate is calculated.

b_Updated information on investment options and services

The Investor Brochure is amended as follows:

Insert the following new disclosure after the paragraph entitled *Investment options and services – Lower investment costs* in the Investor Brochure:

Advantage Investment Series

The Advantage Investment Series is a range of managed funds providing you with a rebate on your Account keeping fee. From 1 March 2007, if you hold one or more of the managed funds in the Advantage Investment Series in your account at the end of a calendar month and an Account keeping fee has been charged, you will enjoy this rebate.

The Administrator will be constantly reviewing and updating the Advantage Investment Series and therefore may, at its discretion, change the funds within the Advantage Investment Series from time to time. For a full list of the managed funds in the Advantage Investment Series, speak to your adviser.

Refer to 'Wrap Advantage Fee Rebate' in the 'Fees and other costs' section of this Investor Brochure for more information.

2_Updated information on fees and other costs

The Investor Brochure is amended as follows:

Insert the following new disclosure at the end of the *How and when paid* column of the *Fees and costs table* relating to 1. *Account keeping fee (tiered amount)* in the Investor Brochure:

From 1 March 2007, if you invest in an Advantage Investment Series fund you may be eligible for a rebate on your Account keeping fee.

Please refer to 'Wrap Advantage Fee Rebate' for additional information.

Insert the following new disclosure before the section entitled *Fees and other costs – Investment Manager Fees* in the Investor Brochure.

Advantage Investment Series rebates

From 1 March 2007, to receive a monthly Wrap Advantage Fee Rebate, you need to be invested in the managed funds in the Advantage Investment Series at the end of the calendar month and an Account keeping fee must have been charged to your account.

This rebate is calculated as 0.1% pa of the average of your opening and closing balances of the Advantage Investment Series funds held in your account. The rebate will be paid monthly into your Cash Account.

The Administrator may, at its discretion in respect of the Advantage Investment Series funds, change the amount of the rebate payable, change the way the rebate is calculated, or remove the rebate altogether.

For a full list of the managed funds in the Advantage Investment Series, speak to your adviser.

Delete the section entitled *Fees and other costs – Product access payments and fund manager payments* in the Investor Brochure and replace it with the following new disclosure:

At the date of this Investor Brochure, the Administrator may receive product access payments from fund managers or operators of up to \$25,000 pa (per fund manager) plus between \$5,000 and \$15,000 pa (per managed fund accessible through the Service) for administration and investment related services or fund manager payments for volumes of business generated. These fund manager payments vary between fund managers and are up to 1.95% pa of the total amount invested in a managed fund. The amount of these product access and fund manager payments may increase during the life of this Investor Brochure. Product access and fund manager payments are paid by the fund managers or operators out of their own resources and are not additional to the Fee Measure paid by you.