

Mutual Trust Managed Investment Fund - March 2010 Quarterly Report

Strategy Statement

To provide investors with active fund managers across the equities markets, whilst endeavouring to reduce volatility through diversification of funds.

Key Facts

Structure:	Unit Trust (Fund of Funds)	Contribution Fee:	Nil
Manager:	Mutual Trust Pty Ltd.	Management Fee:	1.25% p.a.
Inception Date:	30 June 2004	Buy Sell Spread:	Nil
		Indirect Cost Ratio (est):	1.492% p.a.

*The ICR is calculated up to 31st Mar 2010

Returns for the Period Ended 30 March 2010

Performance History	Mutual Trust Managed Investment Fund	S&P / ASX 200 Accumulation Index
1 Month	5.76%	5.75%
3 Months	2.54%	1.36%
6 Months	6.81%	4.80%
12 Months	28.97%	41.71%
2 Years	7.56%	-0.13%
3 Years	-7.58%	-5.99%
Total net return since inception	54.37%	80.27%
Total Value of the Fund	\$	11,380,322
Total Units Issued		10,912,934
Current Unit price	\$	1.0428

Market Commentary and Mutual Trust Managed Investment Fund Performance

The Australian equity market (S&P/ASX 200 Accumulation Index) gained 1.4% during the quarter ending 31st March 2010, to close 61.1% above the low reached on 9th March 2009.

The key sectors that contributed to the positive performance over the quarter were Financials (ex Property) (+3.3%) and Materials (+1.1%). Financials were supported by the results from the Banks that indicated lower than expected bad debt provisions, while the Materials sector was supported by a strengthening outlook for commodity prices.

The key sectors that detracted from performance were Telecommunications Services (-9.0%) and Property (-1.5%) as key sector contributors Telstra (TLS) and Westfield (WDC) reported results that were below market expectations.

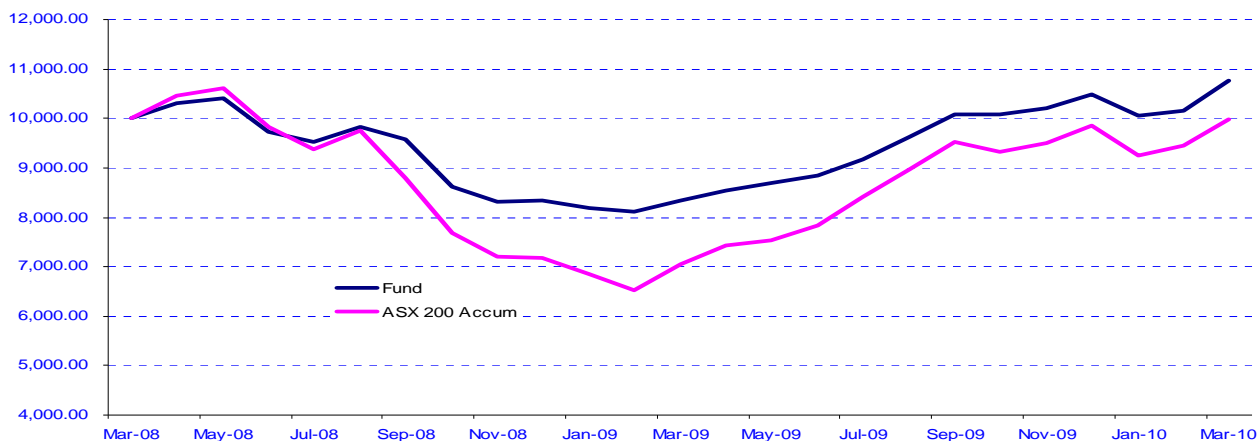
During the March quarter, the Mutual Trust Managed Investment Fund increased by 2.54%, an outperformance of 1.18% over the S&P ASX 200 Accumulation Index. This outperformance was largely the result of strong performance by the Pengana Emerging Companies Fund and the OC Dynamic Fund.

This document has been prepared in Australia by Mutual Trust Pty Ltd (ABN 71 004 285 330 AFSL 234590) (Mutual Trust). The information in this update relates only to the Mutual Trust Managed Investment Fund. Units in the Mutual Trust Managed Investment Fund are issued by Mutual Capital Ltd. (ACN: 100 733 695; AFSL: 238314), a wholly owned subsidiary of Mutual Trust. Although attempts have been made to ensure the information is accurate and up to date, no guarantee of accuracy or currency is given and, to the maximum extent permitted by law, Mutual Trust excludes any liability that may arise as a result of use of the information in this update.

This update is for general information only and does not constitute, and should not be relied on as personal financial product advice. In preparing this information, Mutual Trust did not take into account the investment objectives or financial situation of any particular investor and before making any investment decision you should obtain your own financial and professional advice. This update is not a Product Disclosure Statement (PDS) or an offer of units in the Mutual Trust Managed Investment Fund. Past performance may not be indicative of future performance and unit prices may rise and fall inline with the value of the underlying assets. All returns quoted in this document are net of all fees and charges and no allowance has been made for taxation and imputation credits.



Two year Return on \$10,000 invested



Asset Allocation and Investment Movements

During the March quarter the Manager reduced the fund's position in Prime Value Growth Fund and redeemed the entire position in the Blackrock Wholesale Australian Share Fund. The decision to sell the remainder of the Blackrock fund was made so that it could focus on the other funds held, which the Manager believes have a greater ability to outperform the market. The reduction in the Prime Value fund was made to rebalance the portfolio more evenly across the selected fund managers.

These fund changes over the March Quarter are summarized below:

Reduced: Prime Value Growth fund

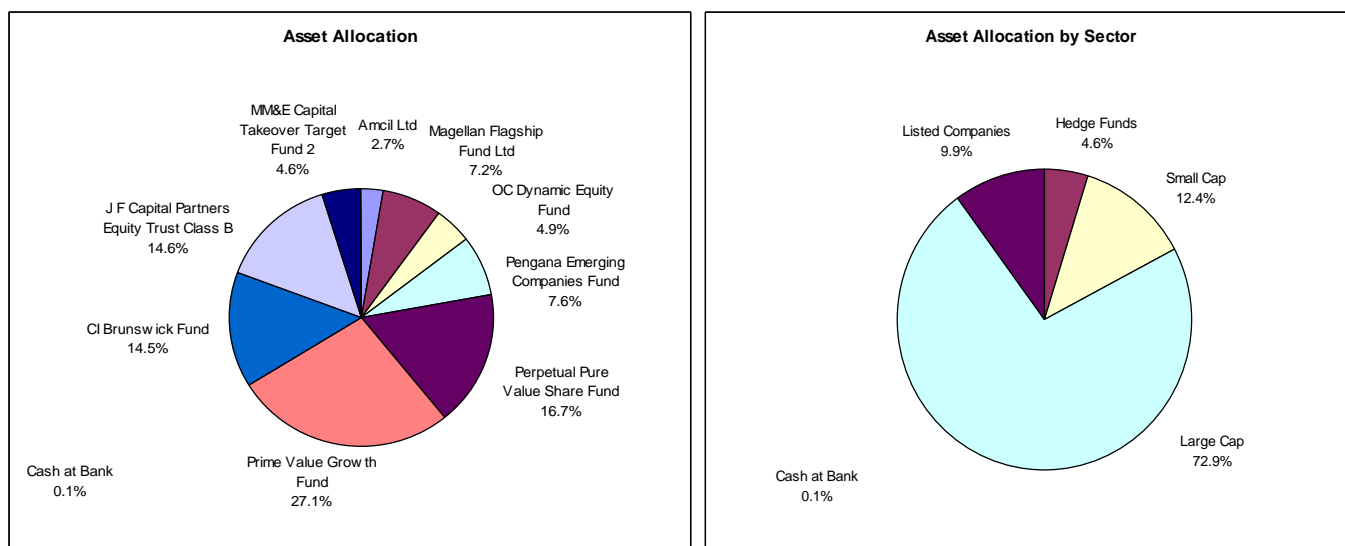
Exited: Blackrock Wholesale Australian Share Fund Plus – Class D

The Manager (Mutual Trust) has a positive view on global share markets for the remainder of the year. This is founded on the view that the US economic recovery will strengthen and broaden, and that the Chinese and Indian economies will continue to demonstrate solid growth and demand for Australian resources. Mutual Trust expects that the sovereign debt issues in Europe will result in meaningful fiscal response to reduce debt levels ahead of expectations and that the weak Euro will actually assist the stronger export-based economies like Germany to recover more quickly.

The Australian economic situation is significantly better than almost any other developed economy, supported by low and falling unemployment, strong population growth and continued demand for our natural resources. With this backdrop, we believe quality Australian shares, with forecast double digit earnings growth and increasing dividends, offer good medium to long term value. This positive view is supported by pristine balance sheets which are very supportive of increased capital investment and capital management.

This document has been prepared in Australia by Mutual Trust Pty Ltd (ABN 71 004 285 330 AFSL 234590) (Mutual Trust). The information in this update relates only to the Mutual Trust Managed Investment Fund. Units in the Mutual Trust Managed Investment Fund are issued by Mutual Capital Ltd. (ACN: 100 733 695; AFSL: 238314), a wholly owned subsidiary of Mutual Trust. Although attempts have been made to ensure the information is accurate and up to date, no guarantee of accuracy or currency is given and, to the maximum extent permitted by law, Mutual Trust excludes any liability that may arise as a result of use of the information in this update.

This update is for general information only and does not constitute, and should not be relied on as personal financial product advice. In preparing this information, Mutual Trust did not take into account the investment objectives or financial situation of any particular investor and before making any investment decision you should obtain your own financial and professional advice. This update is not a Product Disclosure Statement (PDS) or an offer of units in the Mutual Trust Managed Investment Fund. Past performance may not be indicative of future performance and unit prices may rise and fall in line with the value of the underlying assets. All returns quoted in this document are net of all fees and charges and no allowance has been made for taxation and imputation credits.



Underlying Fund Manager Performance (versus each funds' internal benchmark index)

MM&E Take Over Target Fund Number 2

Over the March quarter, MM&E Capital Trust No 2 returned 1.08% versus a benchmark return of 1.25% (S&P ASX 300 Accumulation Index). This result was driven by a return for the Month of March being in excess of 4.2%.

OC Funds Management - Dynamic Fund

The OC Dynamic Fund had an excellent quarter delivering the MTMIF 3.9%, an outperformance of 5.2% against the Small Industrials Accumulation Index.

Pengana Emerging Companies Fund

Pengana Emerging Companies Fund invests in small companies included in the ASX Small Ordinaries Index. The portfolio is constructed with the aim of building a 'best ideas' portfolio whilst ensuring an adequate level of diversification. The fund outperformed the Small Ordinaries Accumulation Index by 4.6% (3.0% fund return vs. -1.6%) over the March Quarter.

C I Brunswick Fund

The Brunswick fund returned 0.71% over the quarter compared with the index of 1.36% (S&P ASX 200 Accumulation Index). The main positive contributors to the fund's return were BHP, WOTIF, Cochlear and Navitas, all of which had good half year profit results and outlook statements.

JF Capital Partners Australian Equity Trust

The JF Capital Equity Trust outperformed the S&P ASX 300 Accumulation Index by 0.67% (1.92% fund return vs. 1.25%) over the March quarter.

This document has been prepared in Australia by Mutual Trust Pty Ltd (ABN 71 004 285 330 AFSL 234590) (Mutual Trust). The information in this update relates only to the Mutual Trust Managed Investment Fund. Units in the Mutual Trust Managed Investment Fund are issued by Mutual Capital Ltd. (ACN: 100 733 695; AFSL: 238314), a wholly owned subsidiary of Mutual Trust. Although attempts have been made to ensure the information is accurate and up to date, no guarantee of accuracy or currency is given and, to the maximum extent permitted by law, Mutual Trust excludes any liability that may arise as a result of use of the information in this update.

This update is for general information only and does not constitute, and should not be relied on as personal financial product advice. In preparing this information, Mutual Trust did not take into account the investment objectives or financial situation of any particular investor and before making any investment decision you should obtain your own financial and professional advice. This update is not a Product Disclosure Statement (PDS) or an offer of units in the Mutual Trust Managed Investment Fund. Past performance may not be indicative of future performance and unit prices may rise and fall inline with the value of the underlying assets. All returns quoted in this document are net of all fees and charges and no allowance has been made for taxation and imputation credits.

Perpetual Pure Value Share Fund

This fund is a concentrated equities portfolio (typically 20-30 stocks) with at least 90% of the portfolio invested in Australian stocks. The fund produced a total return after fees of 9.2% over the March quarter versus a benchmark (S&P/ASX300 Accumulation Index) return of 1.3%.

Prime Value Growth Fund

The Prime Value Growth Fund, which holds a defensive position of 8.6% cash (as at 31 March 2010), returned 0.0% over the March Quarter. This represented an underperformance of 1.3% versus the benchmark return of 1.3% (S&P ASX 300 Accumulation Index). This underperformance was caused by positions in Nufarm (-15.4%) and Downer EDI (-4.3%).

Amcil Limited

Amcil Ltd is a listed investment company which invests in a diversified portfolio of around 40 Australian companies. The Company aims to provide shareholders with attractive returns through strong capital growth in the portfolio over the medium to long term. The Amcil share price remained unchanged for the March quarter with its price at \$0.685. Within the quarter, the price fluctuated between \$0.65 and \$0.705

Magellan Flagship Fund

The Magellan Flagship Fund aims to identify listed international and Australian companies with outstanding business characteristics, and invest in these companies at a discount to their intrinsic values. During the March quarter, the fund's share price increased by 3.1% from \$0.64 to \$0.66.

This document has been prepared in Australia by Mutual Trust Pty Ltd (ABN 71 004 285 330 AFSL 234590) (Mutual Trust). The information in this update relates only to the Mutual Trust Managed Investment Fund. Units in the Mutual Trust Managed Investment Fund are issued by Mutual Capital Ltd. (ACN: 100 733 695; AFSL: 238314), a wholly owned subsidiary of Mutual Trust. Although attempts have been made to ensure the information is accurate and up to date, no guarantee of accuracy or currency is given and, to the maximum extent permitted by law, Mutual Trust excludes any liability that may arise as a result of use of the information in this update.

This update is for general information only and does not constitute, and should not be relied on as personal financial product advice. In preparing this information, Mutual Trust did not take into account the investment objectives or financial situation of any particular investor and before making any investment decision you should obtain your own financial and professional advice. This update is not a Product Disclosure Statement (PDS) or an offer of units in the Mutual Trust Managed Investment Fund. Past performance may not be indicative of future performance and unit prices may rise and fall in line with the value of the underlying assets. All returns quoted in this document are net of all fees and charges and no allowance has been made for taxation and imputation credits.