

SAM Sustainability Leaders Australia Fund

Fund Manager
And Responsible

Entity
Vanguard Investments
Australia Ltd,
ABN 72 072 881 086

Investment approach
Seeks to capture the performance of
Australia's Sustainability Leaders.
SAM believes that, over time, these companies will outperform the broader Australian equity markets.

Performance Attribution

This quarter the Fund underperformed the S&P/ASX 200 by 0.38%. Attribution analysis shows that this was due entirely to stock selection. Whilst the fund benefited from a lack of holdings in News Corporation (0.49%) and overweight positions in BHP (0.20%) and Woodside (0.15%), the main contributors to the negative result were a lack of holdings in the Commonwealth Bank (-0.46%) and an overweight holding in Investa Property Group (-0.16%), Ten Network (-0.15%) and Orica (-0.15%).

On the 17th February 2005 SAM, together with The Australian Newspaper, launched the Australian SAM Sustainability Index (AuSSI). This index is published Tuesday – Saturday on the front page of The Australian business pages. SAMSLAF now tracks the AuSSI index, whose performance can now be monitored on a daily basis.

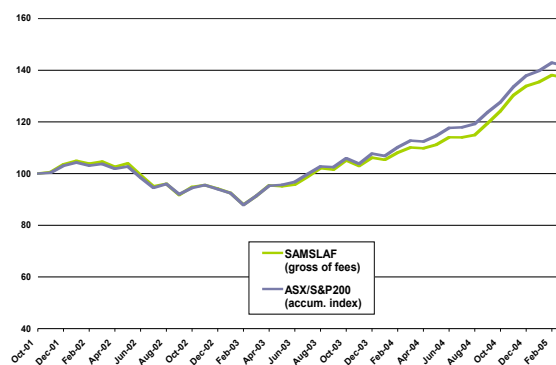
As we head into the next quarter, the Corporate Sustainability Assessment process for the 2005/2006 year is beginning. This process of assessing the top Australian companies for inclusion in the AuSSI and hence the SAM Sustainability Leaders Australia Fund will conclude in September/October when a revised stock selection will be implemented.

Top Ten Holdings

BHP BILLITON	9.6%
NATIONAL AUSTRALIA BANK	7.6%
ANZ BANK	6.7%
WESTPAC BANK	6.1%
TELSTRA CORPORATION	4.5%
ST. GEORGE BANK	3.2%
COLES MYER LIMITED	2.8%
RIO TINTO	2.7%
AMP	2.6%
WESFARMERS	2.6%

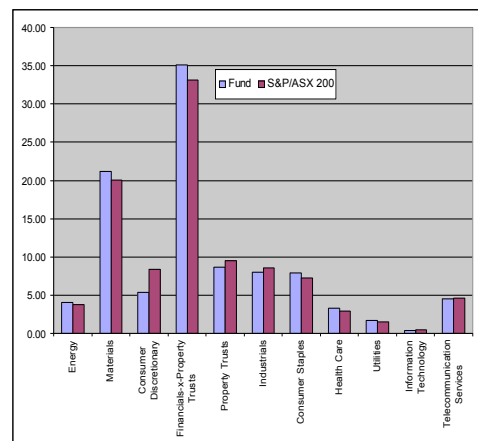
SAM
Sustainable Asset
Management
ARBN 101 554 778
AFSL: 238510
Tel. +61 3 9696 4011
info-aus@sam-group.com
www.sam-group.com

Performance Chart since Inception as at 31 MAR 2005
Source: SAM



Net asset value:	\$1.2207
Purchase:	\$1.2232
Withdrawal:	\$1.2182
Buy/Sell Spread:	+/-0.20%
MER:	0.70% p.a.
Total Fund Size:	\$140.7million

Breakdown by Sector



Key performance data as at 31 MAR 2005

	1 Mth	3 Mths	12 Mths	S.Inc.(pa)*
FUND Net Return	-0.83%	2.19%	23.60%	9.03%
FUND Gross return	-0.77%	2.36%	24.46%	9.79%
S&P / ASX 200 Accumulation Index	-0.88%	2.74%	25.63%	10.86%

*Commencement 14 November 2001