



AUSTRALIAN LEADERS FUND LIMITED
A.B.N. 64 106 845 970

AUSTRALIAN LEADERS FUND LIMITED (ALF) – NOVEMBER 2008
INVESTMENT UPDATE & NTA

As at 30 November 2008

NTA before tax	\$0.9087*
NTA after tax and before tax on unrealised gains	\$0.9087*
NTA after tax	\$0.8903

*This includes a tax asset of 15.46 cents per share.

MONTH IN REVIEW

Australian Equities continued to fall in November as the extent of the economic slowdown became more pervasive. The fund has held a significant cash position through to the end of November providing some relief in a very weak market.

There are numerous indications suggesting the market is close to bottoming.

We have short sold defensive shares which look overvalued, electing instead to maintain a large cash reserve to take advantage of the new issues that are being offered to us on attractive terms.

DIVIDEND

The final dividend declared for the 2008 financial year is 2.0 cents a share fully franked and was paid on 28 August 2008.

BUYBACK

The board is focused on maximising returns to shareholders and this will from time to time involve active capital management. The board views the introduction of an on market share buy back as being in line with this aim as it will add value to the remaining shares on issue and increase the NTA per share.

A buyback of approximately 10% of the issued capital commenced on 12 March 2008.

As at close of market on 11th December 2008 6,851,634 shares have been bought back.

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PORTFOLIO PERFORMANCE

Gross Performance	1 month	3 month	6 month	Financial YTD 09
Australian Leaders Ltd*	-6.23%	-25.20%	-27.40%	-21.93%
All Ords Accum	-7.22%	-28.62%	-34.78%	-29.63%
Relative Performance	0.99%	3.41%	7.37%	7.70%

* Includes the contribution from the buyback

PORTFOLIO STRUCTURE

Investment Type	As at 31 October 2008		As at 30 November 2008	
	\$m	\$m	\$m	%
Listed Securities	92.42	150.45%	68.49	121.54%
Fixed interest and Cash	6.01	9.78%	15.07	26.75%
Gross Assets	98.43	160.23%	83.56	148.29%
Short positions	-37.00	-60.23%	-27.21	-48.29%
Net Assets	61.43	100.00%	56.35	100.00%

The listed securities portfolio is detailed on the following page.

As at 30 November 2008 the equity portfolio gave exposure to:

Consumer Discretionary				Health Care		
Billabong International Ltd.	742,000	1.08%		Primary Health Care Ltd.	3,013,895	4.40%
Webjet Ltd.	864,000	1.26%			3,013,895	4.40%
Sky City Entertainment Group Ltd.	544,000	0.79%		Industrials		
Crown Ltd.	3,147,530	4.60%		SEEK Ltd.	2,094,919	3.06%
Aristocrat Leisure Ltd.	589,500	0.86%		McMillan Shakespeare Ltd.	1,594,890	2.33%
Wotif.com Holdings Ltd.	1,203,730	1.76%		Virgin Blue Holdings Ltd.	2,040,595	2.98%
	7,090,760	10.35%			5,730,404	8.37%
Media				Information Technology		
News Corp.	3,801,357	5.55%		Melbourne IT Ltd.	773,535	1.13%
Fairfax Media Ltd.	863,255	1.26%		IRESS Market Technology Ltd.	1,769,833	2.59%
Consolidated Media Holdings Ltd.	2,743,054	4.00%		Computershare Ltd.	359,155	0.52%
Austereo Group Ltd.	797,946	1.16%			2,902,523	4.24%
	8,205,612	11.97%		Materials		
				Straits Resources Ltd.	507,662	0.74%
Consumer Staples				Rio Tinto Ltd.	1,261,369	1.84%
Graincorp Ltd.	1,600,158	2.34%		Orica Ltd.	1,240,000	1.81%
	1,600,158	2.34%		Nufarm Ltd.	1,860,804	2.72%
Energy				Mirabela Nickel Ltd.	531,439	0.78%
WorleyParsons Ltd.	1,811,700	2.65%		Incitec Pivot Ltd.	212,000	0.31%
Roc Oil Co. Ltd.	937,180	1.37%		Iluka Resources Ltd.	1,184,405	1.73%
Oil Search Ltd.	1,508,235	2.20%		Gunns Ltd.	2,222,547	3.24%
	4,257,115	6.22%		Equinox Minerals CDI NPV	370,285	0.54%
Financials					9,390,511	13.71%
RHG Ltd.	1,367,999	2.00%		Telecommunication Services		
National Australia Bank Ltd.	6,418,900	9.37%		Reverse Corp. Ltd.	1,246,952	1.82%
Australia & New Zealand Banking Group Ltd.	5,073,336	7.41%			1,246,952	1.82%
	12,860,235	18.78%				
Diversified Financials						
Henderson Group PLC	1,743,764	2.55%				
	1,743,764	2.55%				
Insurance						
Tower Ltd.	645,999	0.94%				
QBE Insurance Group Ltd.	831,250	1.21%				
AMP Ltd.	2,679,630	3.91%		TOTAL LONG PORTFOLIO	68,493,420	100.00%
	4,156,879	6.06%		TOTAL SHORT PORTFOLIO	(27,211,702)	
Real Estate						
Stockland Australia	1,766,086	2.58%		Contact:		
Mirvac Group	685,000	1.00%		Justin Braitling		
Lend Lease Corp. Ltd.	1,148,020	1.68%		Australian Leaders Fund		
Goodman Group	1,076,998	1.57%		info@braitlinginvestments.com.au		
Dexus Property Group	933,750	1.36%				
Australand Property Group	684,758	1.00%				
	6,294,612	9.19%				