

Balanced Fixed Interest Fund Product Disclosure Statement



This Product Disclosure Statement (PDS) is issued by Credit Suisse Asset Management (Australia) Limited, Level 31 Gateway, 1 Macquarie Place, Sydney NSW 2000.

This PDS describes the main features of the Credit Suisse Balanced Fixed Interest Fund ARSN 088 908 061, APIR CSA0104AU.

Throughout this PDS the 'Manager', 'responsible entity', 'we', 'us' and 'our' mean Credit Suisse Asset Management (Australia) Limited. Reference to 'the Fund' is a reference to the Credit Suisse Balanced Fixed Interest Fund. All references to monetary amounts in this PDS are to Australian dollars (unless otherwise specified).

Information in this PDS is general information only. It does not take into account your individual objectives, financial situation or needs. To help you to assess whether this product is appropriate to your needs, we recommend that you get professional advice from your financial adviser before making an investment decision.

This PDS has been prepared to comply with the requirements of the laws of Australia. The distribution of this PDS in jurisdictions outside of Australia may be restricted by law and persons who come into possession of this PDS should seek their own advice on, and observe, any such restrictions. Any failure to comply with such restrictions may constitute a violation of applicable securities laws. This PDS does not constitute an offer or invitation in any place in which, or to any person to whom, it would not be lawful to make such an offer or invitation.

The offer made in this PDS is available only to persons receiving this PDS (electronically or otherwise) in Australia.

Neither money invested in the Fund nor any particular rate of return on any money invested in the Fund is guaranteed by Credit Suisse Asset Management (Australia) Limited, or Credit Suisse (the 'bank') (ABN 17 061 700 712 and AFS Licence Number 226896), or by any other member of the Credit Suisse group.

Your investment does not constitute a deposit with or other liability of the bank nor any other member of the Credit Suisse group.

An investment in the Fund is an investment in a unit trust. Such investments are subject to risk. The value of your investment can change up or down with the value of the assets of the Fund. Investors should be aware that these risks may include possible delays in payment of your redemption proceeds and loss of income and principal invested.

The information about the Fund in this PDS may change from time to time. We may update this information and make it available to you via our internet site at www.credit-suisse.com/au/amproducts, where permitted by law. You can also obtain updated information by contacting us on 1300 555 594. A paper copy of any updated information is available free on request. We will notify you of any material changes and/or significant events in writing before the change or event occurs, or where the change or event is not adverse to your interests, we will notify you as soon as practical after the change or event, generally within three months.

Where a change may be materially adverse to investors (such as an increase to fees or charges) or where there is a material change to the investment strategy of the Fund, we will replace this PDS or issue a Supplementary PDS, and give investors notice as required or permitted by law.

You can obtain a copy of the most current PDS for the Credit Suisse Balanced Fixed Interest Fund from us on request at any time, free of charge, from our site at www.credit-suisse.com/au/amproducts or by calling our Client Services Consultants on 1300 555 594.

Credit Suisse Asset Management

As one of the world's leading banks, Credit Suisse provides its clients with investment banking, private banking and asset management services worldwide. The Asset Management business has approximately AUD 665 billion in assets under management and employs 2,809 people worldwide.

The Asset Management business offers products across the full spectrum of investment classes, ranging from equities, fixed income and multiple-asset class products, to alternative investments such as real estate, hedge funds, private equity and volatility management.

Credit Suisse's Asset Management business manages portfolios, mutual funds, and other investment vehicles for a broad spectrum of clients ranging from governments, institutions and corporations to private individuals. With offices focused on asset management in 23 countries, Credit Suisse's Asset Management business is operated as a globally integrated network to deliver the bank's best investment ideas and capabilities to clients around the world.

In Australia, our strength and structure has helped Credit Suisse fulfil the expectations of a large and diverse group of investors including superannuation funds, Government agencies, large companies and private individuals. As at 31 March 2008, Credit Suisse Asset Management (Australia) Limited had approximately AUD 21 billion in funds under management.

Further information about Credit Suisse can be found at www.credit-suisse.com.



Credit Suisse Asset Management global network

Americas

Assets under management AUD 142.1 billion
Number of employees 753



Europe

Assets under management AUD 484.9 billion
Number of employees 1,749



Asia Pacific

Assets under management AUD 38.0 billion
Number of employees 307

The Fund profile

The following information will assist you in understanding the information regarding the Fund on page 5.

Balanced Fixed Interest Fund

Balanced Fixed Interest Fund
Fund profile

You can obtain updated information about the Fund, including investment performance and asset allocation, from our internet site at www.credit-suisse.com/au/amproducts.

Investment objective
To provide exposure to a diversified portfolio of high quality fixed interest investments. The Fund aims to outperform a benchmark based on the various sector market indices weighted according to the benchmark asset allocation (shown below) over the suggested investment time frame.

The investment strategy of the Fund is to obtain exposure to a range of predominantly domestic fixed interest sectors including Australian fixed interest, inflation linked bonds and cash with significant exposure to international fixed interest investments.

The Fund primarily aims to gain diversification from industry/sector selection, security selection, credit quality and country selection. This results in a conservative, actively managed, diverse fixed interest portfolio.

The majority of the Fund's exposure will be as close to fully currency hedged as is practicable. Please see 'Currency risk' on page 6 for more information about currency hedging.

The various sector Market indices are shown on page 13.

A Fund size as at 31 March 2008
\$143.8 million

B Volatility/risk level
Low to medium

C Suggested investment time frame
Medium to long term – 3 years plus

D Asset allocation as at 31 March 2008

Domestic Fixed Interest	27.1%
International Fixed Interest	21.1%
Equity	0.0%
Real Estate	0.0%
Commodities, Cash and Cash Equivalents	51.8%

Performance at 31 March 2008 (See Fund performance on page 4)

	1 yr	3 yrs	5 yrs
	%	%pa	%pa
Distribution returns	7.89	8.55	8.55
Growth returns	-4.99	-2.12	-1.49
Net returns	2.86	4.51	5.07
Total returns	3.25	4.93	5.49
Benchmark returns	5.93	5.58	5.55

Past performance is not necessarily indicative of future performance. Returns may be volatile and may vary from year to year.

Distributions
Half yearly at the end of June and December.

Distribution history (cents per unit)

	June	Dec
2000	2.52	2.54
2001	8.56	3.92
2002	7.71	2.07
2003	6.06	0.00
2004	4.81	1.83
2005	5.70	2.12
2006	1.84	1.88
2007	5.15	2.01

Benchmark asset allocation

Sector	Allowed	Actual
Australian fixed interest	60%	+26%
Inflation linked bonds	15%	-30%
International fixed interest	25%	+15%
Australian cash	0%	+40%
Foreign currency	0%	+10%

For more information about the underlying assets of Funds including investment strategy, asset allocation and benchmark, please refer to the Fund profile for the relevant sector Fund. The benchmark performance is based on the weighted average of the various sector market indices according to the benchmark asset allocation. We will provide you with information about any changes to the Fund's benchmark asset allocation on our internet site at www.credit-suisse.com/au/amproducts, where permitted by law.

Fund profile page example

A Fund size

The Fund size stated is the net asset value of the Fund.

B Volatility/risk level

The volatility/risk level stated for the Fund is designed to indicate to you the amount of risk you are taking on when investing. For example, as the Fund has a 'Low to medium' volatility/risk level, it means that you can expect it will experience fewer periods of volatile returns, which may include negative returns. However, this also means that the Fund has greater potential for capital growth than a Fund with a 'Low' volatility/risk level. **We recommend that you seek professional financial advice about the level of risk that is suitable for you.**

C Suggested investment time frame

The suggested investment time frame is not necessarily the period for which you should hold your investment in the Fund. A longer investment period may be required in order for your investment to meet the Fund's performance objective (ie. to outperform the relevant benchmark).

D Asset allocation

The Fund may gain exposure to various investment markets and asset classes by investing into direct assets and/or Wholesale Funds (underlying funds) managed by us. **Any reference to assets or investments held by the Fund may include assets held by the underlying fund and not held directly.** References to asset allocation are references to the exposure of the Fund, not necessarily the physical unit or security held.

E Fund performance

All performance calculations are annualised.

Distribution returns

Distribution returns are calculated by taking into account income, realised capital gains and return of capital.

Growth returns

The growth return of a Fund represents the percentage change in the Fund's withdrawal price over the relevant period.

Net returns (total after fees)

We calculate net returns using pre distribution month-end withdrawal prices, assuming all income is reinvested in additional units.

Total returns (total before fees)

Total returns are calculated by adding back the management costs deducted.

General notes on performance

As benchmark performance is gross of fees, we recommend that the total returns performance figures be used when comparing our performance with the relevant benchmark market index performance.

Visit our internet site at www.credit-suisse.com/au/amproducts for the latest performance information, available free of charge and updated monthly.

Past performance is not necessarily indicative of future performance. Returns may be volatile and may vary from year to year.

How we measure performance

We measure the performance of our Funds within a particular market using 'market indices' as benchmarks.

Market indices are used to track the relative performance of a fund against the performance of typical investments within a particular market. In choosing a benchmark market index for a fund, we choose the index that most closely matches the types of investments held by that fund. As the Balanced Fixed Interest Fund is a diversified fund, its performance benchmark is based on a combination of relevant market indices weighted according to its benchmark asset allocation. Performance is measured against this benchmark before fees are deducted.

Benchmarking against market indices is necessary because performance figures alone do not tell you whether a Fund's performance is good or bad. For example, if a particular fund earned 27%pa (total return) over the last five years, which is much higher than typical term deposit rates, you may be impressed. However, if you also knew that the relevant market index benchmark for the fund earned 19%pa over the same period, this shows that the performance of the fund is even more impressive compared to other similar funds.

Balanced Fixed Interest Fund

Fund profile

You can obtain updated information about the Fund, including investment performance and asset allocation, from our internet site at www.credit-suisse.com/au/amproducts.

Investment objective

To provide exposure to a diversified portfolio of high quality fixed interest investments. The Fund aims to outperform a benchmark based on the various sector market indices weighted according to the benchmark asset allocation (shown below) over the suggested investment time frame.

The investment strategy of the Fund is to obtain exposure to a range of predominantly domestic fixed interest sectors including Australian fixed interest, inflation linked bonds and cash with significant exposure to international fixed interest investments.

The Fund primarily aims to gain diversification from industry/sector selection, security selection, credit quality and country selection. This results in a conservative, actively managed, diverse fixed interest portfolio.

The majority of the Fund's exposure will be as close to fully currency hedged as is practicable. Please see 'Currency risk' on page 6 for more information about currency hedging.

The various sector Market indices are shown on page 13.

Fund size as at 31 March 2008

\$143.8 million

Volatility/risk level

Low to medium

Suggested investment time frame

Medium to long term – 3 years plus

Fund inception

January 1997

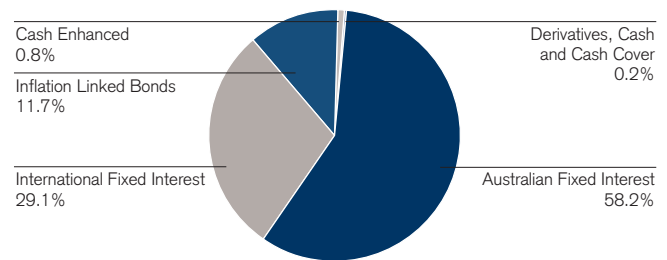
Benchmark asset allocation

Sector		Allowed deviations
Australian fixed interest	60%	+30% -30%
Inflation linked bonds	15%	+15% -15%
International fixed interest	25%	+35% -15%
Australian cash	0%	+40%
Foreign currency	0%	+10%

For more information about the underlying sector Funds including investment strategy, asset allocation and benchmark, please refer to the Fund profile for the relevant sector Fund. The benchmark performance is based on the weighted average of the various sector market indices according to the benchmark asset allocation.

We will provide you with information about any changes to the Fund's benchmark asset allocation via our internet site at www.credit-suisse.com/au/amproducts, where permitted by law.

Asset allocation as at 31 March 2008



Performance at 31 March 2008 (See 'Fund performance' on page 4)

	1 yr %	3 yrs %pa	5 yrs %pa
Distribution returns	7.83	6.63	6.56
Growth returns	-4.99	-2.12	-1.49
Net returns	2.84	4.51	5.07
Total returns	3.25	4.93	5.49
Benchmark returns	5.83	5.58	5.55

Past performance is not necessarily indicative of future performance.

Returns may be volatile and may vary from year to year.

Distributions

Half yearly at the end of June and December.

Distribution history (cents per unit)

	June	Dec
2000	2.32	3.04
2001	8.56	1.92
2002	7.71	2.07
2003	6.26	0.00
2004	4.51	1.83
2005	5.70	2.12
2006	1.84	1.88
2007	5.15	2.01

Benefits and risks of investing in the Fund

Benefits

Investing through the Fund offers a number of benefits, including:

- Access to investment opportunities across a broad and diversified range and mix of asset classes, markets, industries, securities and currencies that are not generally available to individual investors.
- A disciplined risk management process across the Fund that manages different levels of investment risk relative to anticipated investment returns.
- Investment professionals who are part of a globally integrated network with global research capabilities delivering the best investment ideas and capabilities to clients around the world.
- Participation in any income distributions from the Fund.

Investment risks

While risks may be general or specific to a particular asset class, the general rule of investing is that the higher the expected returns from an investment, the higher the expected level of risk. Every investment runs the risk that its value and/or income will fluctuate through time.

The Fund invests in a range of carefully selected, quality investments aimed at adding value while seeking to reduce the overall level of risk to the portfolio. The Fund establishes limits on how much can be invested in an individual security to ensure that your fund investment is well diversified.

Risk factors that may influence the value of an investment in the Fund include:

General risks

- **Market risk** – Changes in economic, technological, environmental or political conditions, and even market sentiment can (and do) arise. These changes can lead to changes in prices and overall market volatility. This means that the investments we buy can fluctuate in value. We use research and analysis to keep abreast of these matters as best we can and, where necessary, may adjust the investment mix of the Fund to lessen the impact. We aim to outperform the relevant benchmark market index for the Fund.
- **Asset specific risk** – Within any asset class, different assets perform differently. The individual assets we select will determine the risk level and performance of the Fund. The result can be performance either above or below the Fund's benchmark, depending on the performance of the selected assets.
- **Interest rate risk** – Changes to interest rates can directly and indirectly impact investment value and returns. For example, an increase in official interest rates can result in a fall in the value of fixed interest securities, while a decrease in interest rates can result in an increase in value.

- **Currency risk** – Changes in the value of the Australian dollar relative to other currencies can cause changes to the value of the Fund. As far as practicable, currency risk is managed with currency hedging. Hedging international investments involves buying and selling currencies. Our aim is to reduce the impact of currency movements on overall performance. Thus the profit/loss on hedging should offset the loss/profit of investment value caused by currency movements.
- **Credit risk** – Changes in the underlying creditworthiness of any of the Fund's investments can result from a range of factors that may bring into question that individual investment's ability to meet its obligations as and when they fall due. As much as possible we monitor the Fund to ensure this risk is adequately managed.
- **Liquidity risk** – Arises when an investment is made in securities that may be traded on an irregular or infrequent basis. Where we believe this could be an issue, we monitor the Fund to assess its liquidity.
- **Structural risk** – Investing in a managed fund is not like investing directly in securities. A managed fund takes into consideration all applications and withdrawals made by all investors. This can result in different income or capital gains accrued. Therefore, income or capital gains from the Fund may be different to that of a direct security holding.
- **Operational risk** – Disruptions to administrative procedures or operational controls may challenge day to day operations. Adverse impacts may arise internally through human error, technology or infrastructure changes, or through external events such as regulatory changes. We have procedures in place to manage these risks. As much as possible, we monitor the controls within these procedures to ensure they adequately manage this risk.
- **Legal and regulatory risk** – Changes to Government policy that results in legislative changes may have an impact on business operations, and on your investment.
- **Risk of reliance on the Manager and other service providers** – The success of the Fund will depend in large part upon the skill and expertise of the Manager and any service providers including any sub managers we appoint. We monitor the performance of service providers on a regular basis. Potential conflicts may arise between our interests, the interests of investors and other parties. From time to time, we may also appoint related parties to provide certain services to the Fund. Such appointments will be made on arms length terms. Please refer to 'Conflicts of interest' on page 15 for information about how we manage any conflicts of interest issues.

Risks specific to different asset classes

Fixed interest (Australian and international)

The value of fixed interest securities may rise and fall with changes to interest rates:

- If interest rates rise, the value of a fixed interest security may fall.
- If interest rates fall, the value of a fixed interest security may rise.

The magnitude of these changes to the value of an investment will depend mainly on the term to maturity of the security. Generally, a security with a longer term to maturity is likely to be more affected by interest rate changes.

It is also necessary to consider the impact of credit risk. Credit risk refers to the risk an issuer may fail to meet its obligation to pay interest or principal. This risk is generally considered to be low with investment grade credit quality fixed income securities. Fixed income securities rated below investment grade credit quality generally have a higher risk of default. Emerging markets debt is generally below investment grade quality, and usually has a higher risk of default.

The value of a security and cash flows can also be affected by changes in credit risk premium, ratings upgrades or downgrades by ratings agencies (e.g. when a borrower's financial position has improved or deteriorated), defaults (i.e. when a borrower fails to pay interest or principal when it is due) and recovery risk (the severity of the capital loss incurred as a result of a default).

Investment returns from international bonds (and related derivatives) are also affected by fluctuations in exchange rates. Foreign currency exposure is hedged to the Australian dollar. However, due to the nature of some markets, there may be a residual unhedged exposure.

A further risk relevant to fixed interest securities is 'prepayment risk' where certain debt securities can be prepaid at the option of the issuer. There is no assurance that proceeds received from a prepayment can be invested in similar securities generating the same level of return.

Derivatives

The Fund may use derivatives to gain or reduce exposure to markets and currencies as well as to manage risk. Changes in the value of derivatives are due to a range of factors that include rises or falls in the value of a derivative in line with movements in the value of the underlying assets; potential illiquidity of a derivative; and counterparty credit risk as well a number of other factors.

The use of derivative positions to hedge physical securities may involve 'basis risk'. This is the risk that derivative positions may not move perfectly in line with the physical security, which means that derivative positions cannot always be expected to perfectly hedge the risk of the physical security.

The Fund may use derivatives, such as futures and options, interest rate swaps, currency hedging and credit default swaps. It does not use derivatives for speculative purposes nor to gear the Fund. The Fund can only use derivatives when it can pay all associated obligations from its investments.

Where credit default swaps are used, there is a risk that the Fund could be taxed as a company and distributions treated as dividends, rather than the underlying income types. This risk is an industry issue arising from an interpretation issue in relation to the narrow definition of an 'eligible investment business'. As much as practicable, we will manage this risk to ensure it does not have a tax consequence for the Fund. We have received independent advice that this risk is low.

Ways you can manage risk

- Diversifying investments within asset classes and across a range of asset classes, as different types of investments may perform differently at different points in time.
- Seek professional advice to assist in setting your investment objectives, understanding your financial situation and particular needs. This PDS does not replace the need for financial advice.
- Invest for at least the suggested time frame. Investing for a lesser time period will increase the risk that your investment does not achieve the stated investment objective of that Fund.
- Plan your investment strategy with your financial adviser by considering the following:
 - the level of risk you feel comfortable with
 - how long do you want to invest
 - the level of returns you need
 - deciding whether you are looking for income or growth, and
 - your current financial circumstances.

We recommend that you seek professional financial advice about the level of risk that is suitable for you.

Investment information

The value of your investment

A unit represents an interest in the Fund. When you invest you are allocated a number of units according to the relevant application price. The number of units will change if you make additional investments or make a withdrawal. The value of your investment at any point in time will depend on the total number of units you hold in the Fund and the relevant withdrawal price.

Example. XYZ Fund			
	Unit price	No. units	Value
1 December 2005			
Invest	\$1.1016	22,694.26	
\$25,000	(application price)		
2 August 2007			
Invest additional	\$1.3395	11,198.21	
\$15,000	(application price)		
31 March 2008			
	\$1.4657	33,892.47	\$49,676.19
	(withdrawal price)		

Unit prices

Unit prices are generally calculated each Sydney business day, based on the net asset value of the Fund for that day and divided by the number of units on issue.

There is a difference between the application price and withdrawal price of the units. This difference is known as the 'buy/sell spread' and relates to the costs incurred when buying and selling the underlying assets of the Fund when investments or withdrawals are made. For more information about buy/sell spreads, including the buy/sell spread for the Fund, see 'Transaction costs (buy/sell spread)' on page 11.

We operate on a forward pricing model. This means that applications to invest or withdraw are processed using unit prices calculated and published after the application has been received. The unit price for a particular business day is generally available the next business day. This means that if we receive your application to invest or withdraw today, before the cut off time, the unit price applicable to your investment will be based on the net asset value as at the close of business today, which will generally be available the next business day.

The net asset value of the Fund is calculated by deducting the value of its liabilities from the value of its gross assets. Liabilities include accrual for management costs. Gross assets include securities valued at the most recently available market price, cash at bank, any amount of the GST recoverable from the ATO plus any entitlement to income prior to a distribution period end where the Fund has received, or is entitled to receive, income (including any imputation credits attributable to income, based on quarterly information available).

We use independent pricing services to value the Fund's assets at their most recently available market value. Reasonable estimates may be used to value a specific asset or type of asset if the price is unavailable provided there is a verifiable methodology to support the estimate. The valuation methods and policies applied by us in determining the value of the Fund's assets and the amount of its liabilities will result in a calculation of the applicable and withdrawal price of units that is independently verifiable.

A copy of documents outlining our unit pricing methodology and practices (including information about the circumstances where we may exercise discretion in determining a unit price and the value of Fund assets and how we have exercised discretion in certain circumstances) is available on request at no charge by calling our Client Services Consultants on 1300 555 594.

Investment income

Income from the Fund is paid to you as a 'distribution' and will include dividends, interest and other income from the investments, as well as capital gains from the sale of Fund assets. Income is generally calculated by dividing the distributable income by the number of units in the Fund at the end of each distribution period. The amount of income you receive is based on the number of units you hold at the end of the distribution period.

Unit prices fall after the end of each distribution period to reflect the distributions paid. This means that, if you invest just before the end of the distribution period, you may receive some of your capital invested as income. Similarly, if you withdraw just before the end of the distribution period, you will receive your share of any accrued income as capital.

The Balanced Fixed Interest Fund distributes on a half yearly quarterly basis, at the end of June and December. Distributions are generally paid within 15 days after the end of the distribution period. If we change the distribution period we will give you a least 30 days prior notice to the change taking effect.

The amount of distributable income will vary from period to period and where there is insufficient income a distribution will not be made.

The distribution income is calculated as the number of units held on the distribution date, multiplied by the distributable amount per unit. For example:

Example.

Units held	= 20,000
Distributable amount	= 1.88 cents per unit
Distribution income	= 20,000 x 0.0188
	= \$376

Fees and other costs

The specific fees and costs that will apply to your investment in the Fund are set out in this section. You should read it carefully before making a decision to invest.

The information in the box on this page is standardised across all product issuers and does not provide any specific information on the fees and costs in the Fund and therefore, may not reflect what fees you may be charged. You should refer to the fees in the fee table on page 10 for information on the specific fees and costs that apply to the Fund.

Consumer advisory warning

Did you know?

Small differences in both investment performance and fees and costs can have a substantial impact on your long term returns.

For example, total annual fees and costs of 2% of your fund balance rather than 1% could reduce your final return by up to 20% over a 30 year period (for example, reduce it from \$100,000 to \$80,000).

You should consider whether features such as superior investment performance or the provision of better member services justify higher fees and costs.

You may be able to negotiate to pay lower contribution fees and management costs where applicable. Ask the fund or your financial adviser.

To find out more

If you would like to find out more, or see the impact of the fees based on your own circumstances, the **Australian Securities and Investments Commission (ASIC)** website (www.fido.asic.gov.au) has a managed investment fee calculator to help you check out different fee options.

Fees and other costs

This section shows fees and other costs that you may be charged when investing in the Fund. These fees and costs may be deducted from your money, from the returns on your investment or from the Fund assets as a whole. Taxes are set out in another part of this document.

You should read all of the information about fees and costs, because it is important to understand their impact on your investment.

Table 1

Type of fee or cost	Amount	How and when paid
Fees when your money moves in or out of the Fund¹		
Establishment fee The fee to open your investment.	Nil	Not applicable
Contribution fee The fee on each amount contributed to your investment.	Nil	Not applicable
Withdrawal fee The fee on each amount you take out of your investment.	Nil	Not applicable
Termination fee The fee to close your investment.	Nil	Not applicable
Management costs²		
The fees and cost for managing your investment.	Administration and investment fee 0.36%pa plus estimated reimbursable expenses of 0.04%pa to 0.06%pa ³	Both the administration and investment fee, and the reimbursable expense components of management costs are calculated on the net asset value ⁴ of the Fund, deducted from the assets of the Fund and reflected in unit prices. Management costs are not charged separately to your investment. They are accrued daily and paid to us monthly in arrears. In some circumstances, the administration and investment fee may be negotiated with, or partially rebated to wholesale clients. Refer to 'Administration and investment fee' on page 11 for more information.
Service fees		
Investment switching fee The fee for changing investment options.	Not applicable	Not applicable

1. A transaction cost applies when your money moves into the Fund. See 'Transaction costs (buy/sell spread)' on page 11 for more information.
2. Management costs are net of any expected reduced input tax credits in respect of GST.
3. In addition, we reserve the right to recover certain extraordinary expenses from the Fund. See 'Reimbursable expenses' on page 11.
4. 'Net asset value' means the sum of all assets of the Fund, less liabilities.

Example of annual fees and costs for the Fund

This table gives an example of how the fees and costs of this Fund can affect your investment over a one year period. You should use this table to compare this product with other managed investment products.

Example

Select Investment Balanced Fixed Interest Fund		Balance of \$100,000 with a contribution of \$10,000 during the year
Contribution fees	Nil	For every additional \$10,000 you put in, you will be charged nil fees.
PLUS Management costs	0.40% - 0.42% ¹	And , for every \$100,000 you have in the Fund you will be charged from \$400 to \$420 ¹ each year.
EQUALS Cost of Fund		If you had an investment of \$100,000 at the beginning of the year and you put in an additional \$10,000 during that year, you would be charged fees of: from \$400 to \$420¹ What it costs you will depend on the investment option you choose and the fees you negotiate with your fund or your financial adviser.

This example assumes management costs are calculated on a balance of \$100,000. It does not take account of the \$10,000 contributed during the year.

1. Depending on the actual level of reimbursable expenses deducted. See 'Reimbursable expenses' below for more information.

Additional explanation of fees and costs

Management costs

There are two components as outlined below.

1. Administration and investment fee

The administration and investment fee covers the general administration and management of the Fund (excluding transactional and operational costs). This includes fees paid to external service providers and other expenses.

We may agree with wholesale clients (as defined in the Corporations Act 2001) to rebate some of the administration and investment fee on a case by case basis. We take into account relevant factors which may include the size of the investment. We are not permitted to enter into individual fee arrangements with other investors. Please contact us for more information about fee rebates.

2. Reimbursable expenses

Under the Constitution, we are entitled to recover costs incurred in the performance of our duties as responsible entity of the Fund and in the administration and management of the Fund.

These reimbursable costs include all costs, charges, fees, expenses, commissions, liabilities and losses associated with the Fund. We meet all ongoing expenses, but reserve the right to be additionally reimbursed from the Fund for any items and expenses of an extraordinary nature (such as the cost of investor meetings) that are not day to day expenses.

Total management cost

The total management cost for the Fund (also known as its Indirect Cost Ratio (ICR)) is expressed as a percentage of the average annual Fund value. For the Balanced Fixed Interest Fund, the total management cost is from 0.40%pa to 0.42%pa (the Administration and investment fee of 0.36%pa, plus estimated reimbursable expenses from 0.04%pa to 0.06%pa).

Transaction costs (buy/sell spread)

When you invest, we apply a transaction cost via a unit price 'buy spread', which is an additional cost to you. A buy spread operates to increase the relevant unit price for each new investment to cover transactional operational costs, which include brokerage, share settlement and clearing fees, government charges/stamp duty bank charges and foreign exchange transaction fees.

The current buy spread transaction cost for the Fund is 0.14%, which is an estimate of these costs. Therefore, the cost on an investment of \$100,000 would be \$140.

The purpose of the buy spread is to ensure that the transaction costs to the Fund of buying underlying assets is borne by investors as they invest, and to thus protect longer term investors.

The Fund does not apply a direct transaction cost on withdrawal. This is because its redemption unit price already reflects the 'sell spread' transaction costs incurred in the underlying Funds into which it invests.

We have discretion to waive or reduce the transaction costs where we incur no costs, or reduced costs.

We will provide notification of any changes to buy/sell spread transaction costs via our internet site at www.credit-suisse.com/au/amproducts

Increases or alterations to fees and costs

If we increase our fees and costs, or apply any new fees, for any reason (which we can do without your consent) we will notify you two months prior to the increase (except for changes to buy/sell spreads). If we were to increase any of the fees and costs disclosed, or add any new fees, we confirm that:

- the contribution or withdrawal fee will not exceed 6% of the amount invested or withdrawn,
- the administration and investment fee will not exceed 2%pa of the total asset value of the Fund, and
- any transfer fee will not exceed 2% of the amount transferred.

The Constitution also permits us to charge a trustee fee of 0.04% to 0.10% of the assets of the Fund or, in certain specified circumstances, an amount no greater than an amount based on \$15,000 adjusted for inflation since 1992.

These maximums are set out in the Constitution, exclude GST and cannot be increased without prior unitholder approval.

We also reserve the right to waive or reduce any of the fees and costs described in this PDS without prior notice.

Adviser remuneration

We do not currently make payments of commission to financial advisers.

Other arrangements

From time to time other fund managers, financial planning groups and platforms, such as Mastertrusts or wrap accounts may receive certain payments or commissions and non-monetary benefits from us, such as business and technical support and professional development, in return for promoting the Fund. These payments or commissions may be up to the greater of 0.60%pa or \$10,000pa, and may be rebated to you by the fund managers, financial planning groups or platforms, or retained by them as a commission.

As we make these payments from our own resources, they are not an additional cost to you. The provision of these benefits is governed by IFSA/FPA industry guidelines.

Example. If you invest \$100,000 in the Fund, and the agreed fund manager payment was 0.20%pa, the fund payment in relation to your investment would be \$200 for that year.

Our staff may also make or receive mere referrals in relation to financial products and/or services to or from staff in our affiliated entities. All such referrals are made in accordance with relevant legal and regulatory requirements.

Alternative forms of remuneration

We maintain a register that outlines any material alternative forms of remuneration that we may provide. This register is publicly available and can be obtained by contacting our Client Services Consultants on 1300 555 594.

Tax

The fees and costs referred to in this section of the PDS include Goods and Services Tax (GST) where applicable unless otherwise specified and are net of any expected (reduced) input tax credits available to the Fund in respect of the GST on the fee.

For other taxation information please refer to the 'Taxation information' section in this PDS.

Taxation information

The following information summarises some of the taxation issues you should consider before making your investment. Please consult your tax adviser about the specific implications relevant to your situation.

Tax for Australian investors

Tax on income

As it is intended that all taxable income will be distributed, it is expected that the Fund will not pay tax on its taxable net income. Your share of the taxable net income earned by the Fund should be included in your tax return in the year you become presently entitled to the taxable net income. The tax treatment of this income in your hands may depend on the type of income it represents.

The Fund's taxable net income may include interest income from investments in Australian cash (and equivalent) investments and revenue gains and losses from currency fluctuations throughout the year.

Where the income distributed represents foreign sourced income you may be entitled to foreign tax credits for foreign tax already paid. The grossed up foreign income, which includes the foreign tax credit, should be included in your tax return as foreign income.

To the extent that any foreign sourced losses arise to the Fund such losses may be quarantined and not available to offset domestic income of the Fund. This may result in you being taxable on a greater amount than distributed to you. Any quarantined foreign losses may be carried forward for future use against foreign income of the same class subject to trust loss integrity measures. From 1 July 2008 onwards these foreign loss quarantining provisions will be removed.

Tax on capital gains

To the extent that taxable net capital gains arise to the Fund, these may also be distributed to you. The Fund may also distribute the non assessable portion of the 50% discount. The tax treatment of these amounts in your hands will vary depending on your individual circumstances.

Tax on disposal of units

If you redeem, switch or transfer units this will constitute a disposal for tax purposes. Generally, profits arising from the disposal of units will be subject to CGT. If you are a trader or institutional investor, such profits may be regarded as ordinary income.

If you acquired units on or after 21 September 1999 and have held them for at least 12 months, half the difference between the disposal price and the cost base if you are an individual or trust (two thirds if you are a complying superannuation fund) will be a taxable capital gain. If you make a capital loss you can offset it against capital gains. In respect of capital gains benefiting from the discount, the capital loss is applied against the gross (pre discounted) gain.

Interest deductions

An investor will generally only be able to claim a tax deduction for interest expenses incurred on any loan used to fund the acquisition of units in the Fund if the investor has a reasonable expectation that interest, dividends or other assessable income (other than capital gains) will be derived from the investment in the units, and will over time exceed the interest expenses incurred.

Interest deductions may also be limited if investors are subject to the thin capitalisation provisions.

Tax for non resident investors

Tax on income

Income derived by the Fund may have been subject to tax in a country outside Australia. If you are a non resident of Australia you may, depending on your country's tax laws, be entitled to foreign tax credits for tax paid by the Fund in relation to its foreign sourced income. Foreign sourced income allocated to a non resident should not be subject to Australian tax.

Tax at the relevant withholding tax rate will have to be withheld in respect of Australian sourced income including interest allocated to non residents. The rate depends on the country in which you are resident and the application of a double taxation agreement (if any) between Australia and that country. Depending on your country's tax laws, you may receive a credit for the withholding tax paid.

Distributions from the Fund to non residents will be reduced by the amount of tax that needs to be withheld in relation to Australian sourced income.

Tax on disposal of units

Where a non resident makes a profit on disposal of units in the Fund, it may be taxed as a capital gain or ordinary income, depending on the non resident's individual circumstances. The profit will not be subject to Australian tax as a capital gain if the units do not constitute taxable Australian property. A non resident's units will constitute taxable Australian property if the units are held through a permanent establishment in Australia, the assets of the Fund are predominantly real estate (or shares or units in entities whose assets are wholly or predominantly real estate) and the unitholder has a non portfolio interest (which is generally an interest of 10% or greater, taking into account interests of associates) in the Fund.

However, where a profit on disposal of units is taxed as ordinary income, the profit amount may be taxable (subject to any double taxation agreement) regardless of how many units are held. Depending on your country's tax laws, you may receive a tax credit for any Australian tax suffered.

Tax reform

The Government has proposed Taxation of Financial Arrangements (TOFA) legislation which, if implemented as currently drafted, may change the income tax implications of certain transactions when it comes into effect. The TOFA legislation is expected to apply only from its introduction and therefore should not have retrospective effect.

In addition, on 22 February 2008 the Government announced that it has asked Treasury and the Board of Taxation to undertake a review of the circumstances when a public unit trust will be taxed as a company. On the basis of the Consultative Document issued at the time of the announcement this review should have no impact on the Fund.

Investors should monitor any development of these proposals and seek independent advice as and when the relevant legislation is introduced.

Additional information

Continuous disclosure documents

The Fund is subject to certain regular reporting and disclosure obligations under the Corporations Act. Copies of any documents lodged with ASIC in relation to the Fund may be obtained from, or inspected at, an ASIC office.

As an investor in the Fund, you may also obtain the following documents from us:

- The annual report most recently lodged with ASIC by us in respect of the Fund
- If the Fund becomes a 'Disclosing Entity' (as defined under the Corporations Act), any half yearly financial report lodged with ASIC by us for the Fund
- Any continuous disclosure notices given by us for the Fund.

We will send you a printed or electronic copy of any of these documents free of charge within five business days of receiving your request.

Fund Constitution

The Constitution provides the framework for the operation of the Fund and sets out certain rights, duties and obligations of us and you. Principal provisions of the Constitution include those dealing with:

- The duration of the Fund including termination
- Our duties and obligations and their delegation by us
- Investment, borrowing and valuation powers and procedures
- Fees and recoverable expenses, and the limiting of our liability and our indemnification
- Amendment of the Constitution and investor meetings
- The method by which complaints are dealt with
- The calculation, entitlement to and distribution of income and proceeds of the Fund on termination
- Unit issue and withdrawal mechanisms including when we can take the maximum time permitted to pay a withdrawal
- The calculation of unit value.

We may amend the Constitution at any time if the amendments are not adverse to the rights of investors. Otherwise we must obtain the approval of investors by special resolution. You may inspect the Constitution at our offices on any business day, free of charge. Alternatively, if you would like a copy, please forward your request to us in writing.

Our rights, obligations and role

Our role is to make investment decisions in relation to the Fund and carry out the general administration and operation of the Fund. Legal title to assets of the Fund is held by the custodian on our behalf. We must comply with the Fund's Constitution and the Corporations Act. The Fund's Compliance Plan sets out the measures we take to ensure compliance with these requirements. Among other things, the Corporations Act provides that we must act in your best interests and give priority to your interests if they conflict with our own.

Subject to the Corporations Act, if we act in good faith and without gross negligence, we are not liable to investors for any losses.

Your rights as an investor

Each unit you hold in the Fund confers a proportional beneficial interest in the Fund. You do not have any entitlement to any particular part of the Fund, the assets of the Fund or the management or operation of the Fund (other than through investor meetings).

Investments and borrowing

The Constitution does not limit the types of assets able to be acquired. We also have the power to borrow for the Fund.

Apart from derivatives and short term needs, it is not our intention to borrow on behalf of the Fund. If we change our investment or borrowing policy we will notify you not less than ten days before the change takes effect.

Termination

The Fund terminates 80 years from commencement, but we can terminate it earlier by notice to you. On termination we will realise the assets and pay your share of the net proceeds to you.

Related parties and service providers

We may use the services of external companies and other companies within the Credit Suisse group and pay fees for their services at commercial rates. The types of services the Manager may use for the management of the Fund are broking, underwriting, fixed interest trading, investment management, futures trading and clearing.

Currently we use the services State Street Australia Limited for provision of custodial and investment administration services for the Fund.

Our dealings with related bodies corporate and external parties are conducted on commercial arm's length terms and with formal agreements in place.

Conflicts of interest

Potential conflicts may occasionally arise between us, interests of investors, our related parties and other parties (including service providers we have appointed for the Fund).

As responsible entity and trustee of the Fund and the holder of an Australian Financial Services licence, we have statutory and common law fiduciary duties to manage conflicts of interest and act in the best interests of investors, and if there is a conflict between the investors' interests and our own interests, give priority to the investors' interests. We have policy, procedures and organisational arrangements in place to manage conflicts of interest. Our board is responsible for the management and resolution of conflicts of interest arising in relation to the operation of the Fund.

Indirect investors

Investors accessing the Fund through an investor directed portfolio services (IDPS) or IDPS like scheme (commonly a master trust or wrap account) may use this PDS to give a direction to the operator of that service to invest in the Fund. Indirect investors do not become unitholders nor do they acquire the rights of an investor. The operator of that service acquires those rights and can exercise, or decline to exercise them, on behalf of indirect investors.

Indirect investors do not receive income or reports directly from us, nor do they directly participate in investor meetings or the winding up of the Fund.

Indirect investors should carefully read the service operator's offer document, which explains the service and the fees payable by the indirect investor to the service operator. Indirect investors should seek appropriate tax advice. Cooling off rights with respect to the Fund do not apply to indirect investors.

Disclosure of interests

We receive fees as responsible entity and Manager of the Fund. Directors, being employees or independent Directors of the Manager, respectively receive a salary (from employment) or Directors fees. From time to time the Directors may hold interests in shares of the Credit Suisse group or units in the Fund.

Environmental, social and ethical considerations

Decisions about the selection, retention or realisation of investments in the Fund are primarily based on economic factors and we do not take into account labour standards, environmental, social or ethical considerations when making those decisions except to the extent that they impact on the financial value of the investment.

Complaints

We have arrangements in place for handling your complaints. If you have a complaint about your investment either contact our Client Services Consultants on 1300 555 594 or write to
The Complaints Resolution Officer
Credit Suisse Asset Management (Australia) Limited
Reply Paid 240
Royal Exchange NSW 1224

We will endeavour to resolve your complaint in accordance with the complaint handling provisions of the Constitution and the policy for complaints resolution. We will acknowledge your complaint within five business days of receipt. Every effort will be made to resolve your complaint within 45 days of receipt.

If your complaint is not resolved to your satisfaction or you have not received a response from us within 45 days of our receipt of your correspondence, you may contact the Financial Industry Complaints Service (FICS) of which we are a member.

This external body has been approved by ASIC to consider the merits of complaints brought forward to it. You can contact FICS at:

Financial Industry Complaints Service
PO Box 579
Collins Street West
Melbourne VIC 8007

or by phoning 1300 780 808

Please note that, from 1 July 2008, the dispute resolution function currently conducted by FICS, will be conducted by the Financial Ombudsman Service Limited (FOS). You can contact FOS at:

Financial Ombudsman Service
Telephone: 1300 780 808
Facsimile: (03) 9613 6399
Website: www.fos.org.au
Email: info@fos.org.au
Mail: GPO Box 3, Melbourne, Victoria, 3001



For more information please contact

CREDIT SUISSE ASSET MANAGEMENT (AUSTRALIA) LIMITED

PO Box R240
Royal Exchange
NSW 1225

Client Services 1300 555 594
8:00am to 6:00pm Monday to Friday (Sydney business days)

Adviser Services 1300 366 890
8:00am to 6:00pm Monday to Friday (Sydney business days)

or visit our internet site at www.credit-suisse.com/au