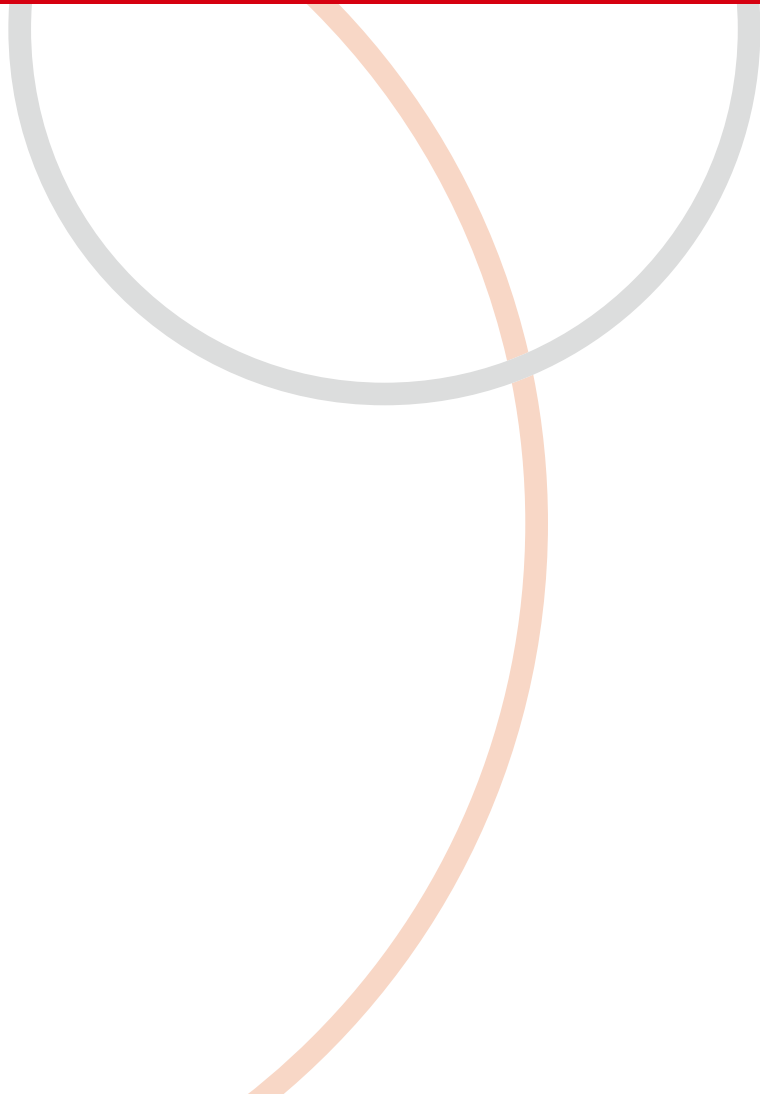


March 2008

Quarterly Report

Hyperion Australian Growth Companies Fund
Hyperion Small Growth Companies Fund
Hyperion Managed Fund
Hyperion Overseas Equity Fund



About Hyperion

Hyperion is a high conviction growth style manager that specialises in identifying and investing in quality Australian equities. Our investment process produces a relatively concentrated portfolio of predictable, high calibre companies with superior growth potential. We conduct our own proprietary research and focus on a smaller number of companies with a quality business model and stable management.

Our objective is to deliver investment outperformance for our clients across a full equity market cycle

There are four main factors that differentiate us from other fund managers:

- 🕒 **Process** – we have developed a disciplined and logical portfolio construction process that emphasises quality and taking a long-term view. As a result our clients have less cause for concern during the inevitable peaks and troughs of the equities market;
- 🕒 **Performance** – it is our aim to continually achieve a margin over the risk-free rate, rewarding our clients for investing in non risk-free assets;
- 🕒 **Boutique Size** – by definition, a commitment to concentrated portfolios creates a cap on Hyperion’s total funds under management and hence the number of clients. This highlights Hyperion’s dedication to achieving investment returns for clients and providing outstanding service; and
- 🕒 **People** – the investment team has been together for almost ten years and as shareholders in the business our clients know the people that delivered the returns in the past are the people making the decisions in the future.

Hyperion was incorporated in 1997. The executives are substantial equity partners in the business with the remainder owned by Pinnacle Investment Management Limited. This combination makes for a nimble, independent fund manager backed by significant resources. In addition, our investment team has substantial capital invested in the products, so, not only are they here for the long-term, but our clients are assured the investment team’s goals are aligned with their own goals.

How to Invest

Direct Access

Direct Investors with at least \$50,000 of investable cash may invest directly via the Hyperion Australian Equity Solutions and the Hyperion Wholesale Managed Funds (Hyperion Funds) Product Disclosure Statements (PDS’).

Copies of the Product Disclosure Statements are available online at www.hyperionam.com.au or by calling our Client Services team on telephone: 1300 550 293

External Master Trusts

The Hyperion Funds are available via master trusts, wrap accounts (including BT Wrap, Macquarie Wrap, Navigator – Premium Choice, Netwealth, and Oasis) and other Investor Directed Portfolio Services (IPDS’). Investors gaining exposure to these Hyperion Funds through an IDPS do not themselves become investors in the Hyperion Fund. It is generally the operator of the IDPS, or their custodian or nominee, who invests on behalf of the investor and has the rights of an investor. They exercise their rights in accordance with their arrangements with the investor. Indirect investors complete an application for the IDPS and receive reports from their operator, not from the Responsible Entity, WHTM Capital Management Limited ABN 29 082 494 362, AFSL Number 238371.

Performance Review

	Hyperion Australian Growth Companies Fund	Hyperion Small Growth Companies Fund	Hyperion Managed Fund	Hyperion Overseas Equity Fund
Fund Size	\$48,301,871	\$5,260,000	\$4,627,940	\$10,816,638
3 months	-17.4%	-21.5%	-16.8%	-11.2%
Benchmark*	-14.6%	-15.3%	-6.5%	-3.8%
2008	-9.2%	-13.6%	-15.6%	-10.6%
Benchmark*	-7.2%	-7.6%	-4.0%	-6.1%
2007	25.4%	28.8%	17.5%	-3.0%
Benchmark*	22.0%	27.8%	9.6%	1.5%
2006	35.6%	29.3%	21.8%	16.3%
Benchmark*	30.2%	31.3%	18.0%	28.0%
2005	30.8%	34.9%	13.2%	8.7%
Benchmark*	25.4%	26.0%	14.0%	9.4%
**Since September 2002	16.4%	19.7%	8.5%	5.2%
Benchmark*	16.1%	19.2%	9.7%	5.6%

*The benchmarks used are detailed on the individual fund pages in this report.

Performance numbers are calculated using Net Asset Value unit prices after fees with distributions reinvested. These numbers do not allow for entry fee, income tax, inflation effects, or for the fees charged by a master trust.

All performance numbers represent past returns and are not necessarily an indicator of future returns.

All figures are in Australian dollar terms.

The '3 months' performance numbers are for the three months to 31 March 2008. For the years 2008, 2007, 2006 and 2005, performance numbers are for the 12-month period to 31 March of the year stated.

**Hyperion commenced management of these Funds in September 2002. Performance is annualised.

Hyperion Australian Growth Companies Fund

APIR BNT0003AU ARSN 089 548 443

Investment Activity

- ⊗ During the March quarter we increased the portfolio's exposure to Macquarie Bank, Woolworths and Brambles.
- ⊗ Primary Health Care and Sydney Attractions were removed from the portfolio and we reduced our exposure to Woodside Petroleum during the quarter under review.
- ⊗ The portfolio's largest contributors to active performance for the quarter were Platinum Asset Management, Queensland Gas and Woodside Petroleum. The major detractors from the portfolio's performance were the holdings in Babcock and Brown, Macquarie Group and Seek.

Distributions

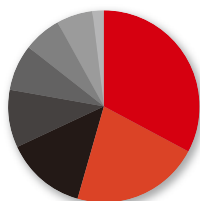
Income is distributed quarterly. The March quarter distribution was 1.55 cents per unit.

Benchmark

S&P/ASX 300 Accumulation Index.

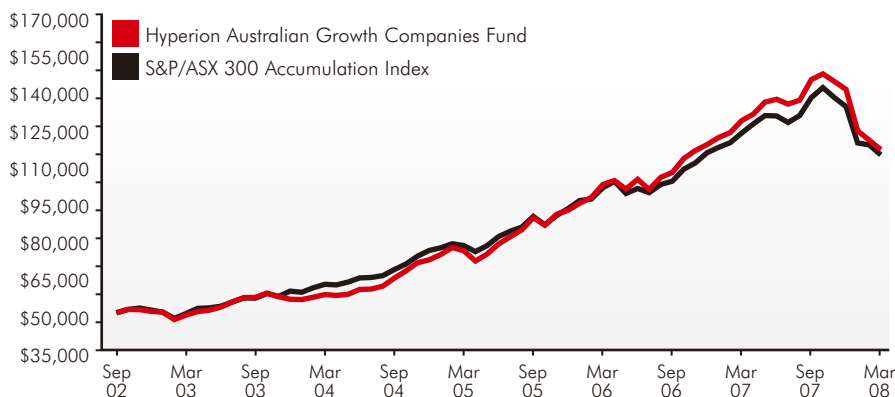
Asset Allocation

As at 31 March 2008



Financials	33.0%
Consumer Discretionary	21.5%
Industrials	13.6%
Other	9.9%
Materials	7.8%
Healthcare	6.4%
Energy	5.9%
Cash and Equivalent	1.9%

Growth of \$50,000 Invested at September 2002 After Fees



Hyperion Small Growth Companies Fund

APIR BNT0101AU ARSN 089 548 943

Investment Activity

- ⊗ During the March quarter we increased our exposure to Fantastic Holdings, The Reject Shop and JB Hi-Fi.
- ⊗ We removed Primary Health Care and Sydney Attractions from the portfolio, whilst we reduced our investment in Queensland Gas, Cabcharge Australia and Iress during the quarter under review.
- ⊗ Companies that posted the strongest contribution and active performance included Queensland Gas, Cabcharge Australia and Wotif.com. The main detractors from active performance during the quarter were JB Hi-Fi, Fantastic and Mortgage Choice.

Distributions

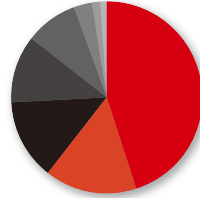
Income is distributed quarterly. The March quarter distribution was 2.25 cents per unit.

Benchmark

S&P/ASX Small Ordinaries Accumulation Index.

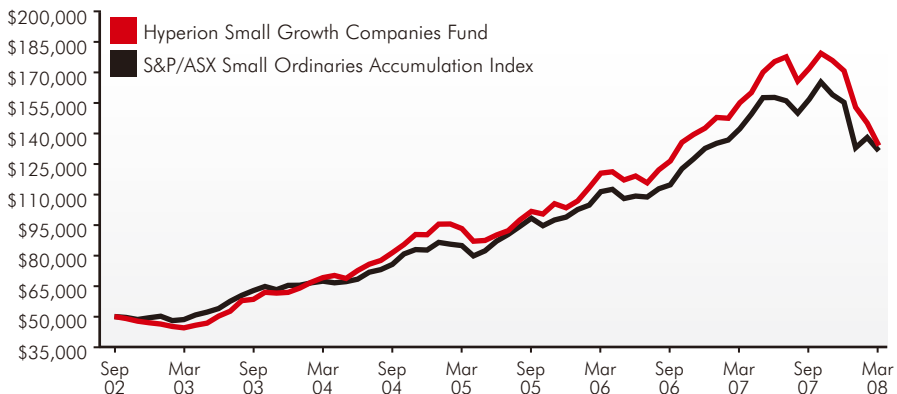
Asset Allocation

As at 31 March 2008



Consumer Discretionary	45.2%
Cash and Equivalent	15.6%
Financials	13.4%
Industrials	11.5%
Information Technology	8.9%
Healthcare	3.1%
Telecommunications	1.3%
Energy	1.0%

Growth of \$50,000 Invested at September 2002 After Fees



Hyperion Managed Fund

APIR BNT0002AU ARSN 089 548 201

Investment Activity

- During the March quarter the portfolio's exposure to Australian Fixed Interest and International Equities were increased. The overall exposure to Property has reduced slightly, while the exposure to Australian Equities remained unchanged.
- The fund underperformed during the quarter as a result of its overweight exposure to the equity sectors and the high yield securities held within the Fixed Interest portion of the portfolio.

Distributions

Income is distributed quarterly. The March quarter distribution was 0.39 cents per unit.

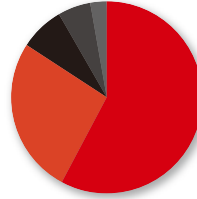
Benchmark

Intech Moderate Survey

All returns for the Average Manager, after fees and tax.

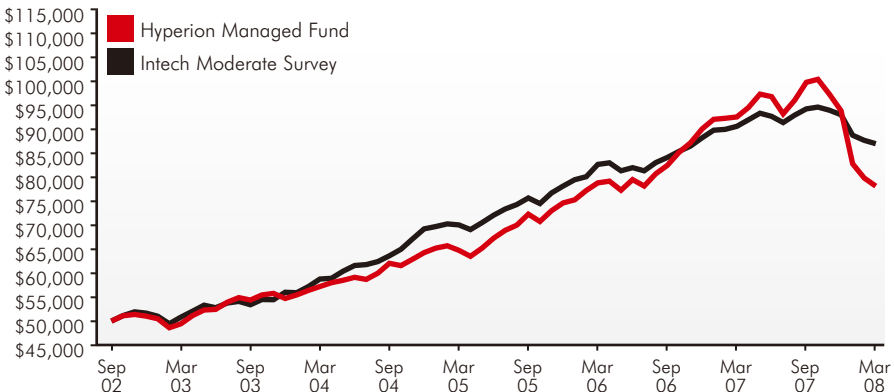
Asset Allocation

As at 31 March 2008



Australian Equities	57.9%
Property	26.4%
Australian Fixed Interest	7.4%
International Equities	5.7%
Cash and Equivalent	2.6%

Growth of \$50,000 Invested at September 2002 After Fees



Hyperion Overseas Equity Fund

APIR BNT0007AU ARSN 089 548 041

Investment Activity

- During the quarter under review the portfolio's exposure to North America increased, whilst we reduced exposure to Japan, the United Kingdom and Europe. Our exposure to Asia remained unchanged.
- Concerns over the impact of the U.S. market's sub-prime mortgage crisis and the possibility of a U.S. recession continued to weigh on the market during the quarter. Within this environment the portfolio underperformed as a result of its high growth focus.

Distributions

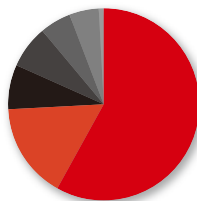
Income is distributed quarterly. There was no distribution for the March quarter.

Benchmark

MSCI World Index ex Australia in Australian dollars.

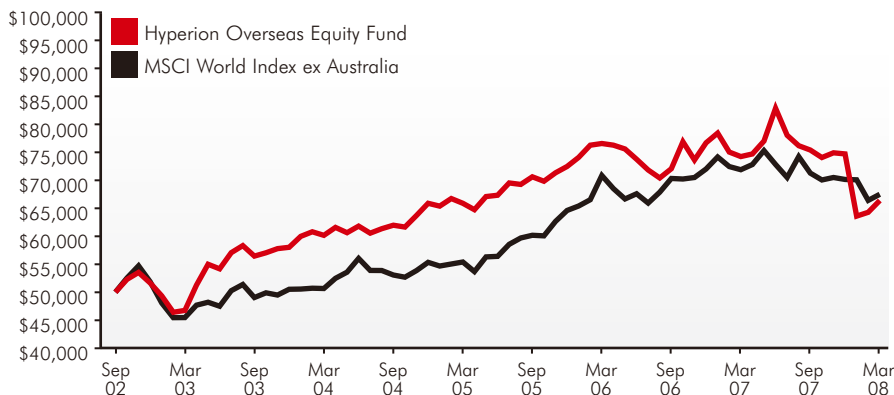
Asset Allocation

As at 31 March 2008



North America	58.3%
Europe	15.9%
Other	7.5%
Cash and Equivalent	7.4%
United Kingdom	5.3%
Japan	4.8%
Asia Ex Japan	0.8%

Growth of \$50,000 Invested at September 2002 After Fees



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