

SuperNews

The net earning rates for the quarter ended 30 September 2006 were –

Option	Division Two	Division Three	Allocated Pension (Division Four) *
	Quarter ended 30/09/06	Quarter ended 30/09/06	Quarter ended 30/09/06
High Growth	3.52%	3.47%	3.40%
Moderate Growth	3.18%	3.16%	3.19%
Lower Growth	2.65%	2.62%	2.84%
Protected	1.27%	1.31%	1.45%
Capital Secure	1.71%	n/a	n/a

Net earning rates are after tax and indirect management costs have been deducted.

* *Division 4* is not subject to tax (negative or positive) but does receive the benefit of imputation credits on its investments in Australian shares.

Annual Report

You can find information on the Government's plan to simplify and streamline superannuation announced in the May 2006 Budget in the Fund's annual report for the period 1 July 2005 to 30 June 2006.

The annual report also provides a list of useful superannuation websites, some of which contain superannuation calculators.

Who are the Fund's authorised representatives?

The following persons have been authorised by the trustee of the Harwood Superannuation Fund (Harwood Nominees Pty Limited) to provide general financial product advice. The trustee is not licensed to provide personal financial product advice, which is advice relating to your own particular circumstances which may influence decisions you make.

Harwood Nominees Pty Limited's authorised representative are –

Carita Abbott Judy Bramble Jean Elborn Sandra Olsen
Megan Payne Roslyn Ramwell Danielle Reay Melissa Gomes (currently on leave)

Disclaimer:

Any advice provided by Harwood Nominees Pty Limited or its authorised representatives has been prepared without taking into account your objectives, financial situation or needs. You should, before acting on any advice, consider the appropriateness of the advice, having regard to your objectives, financial situation or needs. If the advice relates to investing in a superannuation product, including CSR Super, you should obtain and consider the Product Disclosure Statement for the product before deciding to invest.

Investments

Investment Commentary

Investment markets rebounded during the September quarter as falling energy prices and the expectation that interest rate tightening across the globe had peaked helped boost offshore share market performance. Despite lingering concerns over the extent of the economic slowdown, the US market made positive gains, rising in the last six weeks of the quarter in response to significant declines in commodity and energy prices and continued strength in corporate earnings. Europe performed strongly, driven by strong economic fundamentals and a wave of merger and acquisition activity. The Australian share market started off the quarter weaker as inflationary concerns and fears of an economic slowdown continued to dampen investor confidence.

The Reserve Bank of Australia ('RBA') raised interest rates by another 0.25% in early August, which resulted in more investors switching back into defensive stocks. However, a generally upbeat reporting season along with speculation of takeover activities gave the domestic market a boost. Property continued to perform strongly as investors continued to seek the high-yielding qualities of this sector. Bond returns were positive over the September quarter, despite an increase in short-term interest rates.

The quarterly distribution rates for the various investment options reflected these market dynamics - the options with higher allocations to equities delivered higher returns as compared to those options with higher allocations to bonds and cash.

Superannuation funds continue to deliver strong returns over the longer term, driven mainly by the robust performance of property and equity markets. Market participants continue to expect share markets to remain volatile and deliver modest returns over the upcoming 12 months.

Market Review*

The Australian share market (S&P/ASX 300 Accumulation Index) returned 2.9% for the September 2006 quarter and 16.0% for the 12 months to September 2006.

The Fund's benchmark index for international shares, which includes an allocation to emerging markets and 50% currency hedge, returned 4.9% for the quarter and 16.7% for the 12 months to 30 September 2006.

The Fund's benchmark index for Australian listed property returned 10.6% for the quarter and 25.6% for the 12 months to 30 September 2006.

The Australian bond market (UBS Warburg Australian Composite Index) returned 2.0% for the quarter and 4.8% for the year ending 30 September 2006. Cash returned 1.5% for the quarter and 5.9% for the 12 months to 30 September 2006.

** All performance returns are before tax and investment management costs.*

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