



24 January 2012

Dear Unit Holder

Navra Blue Chip Australian Share Retail Fund – ARSN 104 384 974
Navra Blue Chip Australian Share Wholesale Fund – ARSN 104 384 894

As noted on our website, the above Funds moved into cash during November of last year. NavraInvest took this decision because of the excessive risks in the share market due mainly to European Sovereign Debt problems.

We would like to make you aware of further matters relating to the Funds that we feel you should consider in relation to your investment in the Funds.

The combined size of the two Funds is approximately \$10 million. This is substantially below the size at which it is economic to successfully run two registered managed investment schemes. The current size of the Funds has fallen significantly as a financial advisory group which was a major supporter is no longer supporting the Funds and it is now uncertain if there is a realistic opportunity to increase the size of the Funds.

At this time we cannot confirm when a move out of cash and back into the share market might be made.

Under these circumstances, NavraInvest has decided to refuse all further applications into the Funds and has withdrawn the monthly savings plan facility. NavraInvest is now considering the future of the Funds and whether they can continue to meet the purpose for which they were established.

Whilst these matters are being considered, redemptions may still be made.

Given this uncertainty, we urge all unit holders to seriously consider whether you wish to remain invested in the Funds. A redemption request form is enclosed in case you wish to redeem your holding in either of the Funds.

Yours sincerely

A handwritten signature in black ink, appearing to read 'Steve Navra'.

Steve Navra
Managing Director