



LEADER DIVERSITY FOCUS PRESERVATION ABILITY
ANNUAL REVIEW 2008

LEADER in
ABSOLUTE
RETURN
SOLUTIONS



FINANCIAL OVERVIEW

\$M	30 JUNE 2008	30 JUNE 2007	% CHANGE
OPERATING REVENUE	98.6	74.6	32%
EBITDA ¹	58.6	30.2	94%
NPAT ¹	35.2	20.3	73%
EPS ¹	10.07 ^{CENTS}	9.74 ^{CENTS}	3%
ADJUSTED CASH EPS	11.7 ^{CENTS}	10.3 ^{CENTS}	14%
DIVIDEND PER SHARE ²	5.6 ^{CENTS}	6.6 ^{CENTS}	(15%)

FINANCIAL RESULTS

MANAGEMENT FEE REVENUE	89.1	36.0	148%
PERFORMANCE FEE REVENUE	9.2	38.6	(76%)
OTHER	0.3	-	-
OPERATING REVENUE	98.6	74.6	32%
INVESTMENT COSTS	(22.3)	(30.6)	27%
NET OPERATING INCOME	76.3	44.0	73%
FX GAIN ON HEDGING CONTRACT	8.9	-	-
EXPENSES ³	(26.0)	(13.7)	(90%)
EQUITY SETTLED TRANSACTIONS	(0.6)	(0.1)	-
EBITDA ¹	58.6	30.2	94%
DEPRECIATION & AMORTISATION	(6.9)	(1.0)	-
NET INTEREST EXPENSE	(0.8)	(0.2)	-
PROFIT/LOSS BEFORE TAX	50.9	29.0	76%
INCOME TAX EXPENSE	(15.7)	(8.7)	(80%)
PROFIT/(LOSS) AFTER TAX¹	35.2	20.3	73%

1. Includes \$8.9m one-off FX gain on hedging of Lighthouse acquisition in 1H08. EBITDA excluding the gain is \$49.7m (65% increase). NPAT excluding the gain is \$29.0m (43% increase). EPS excluding the gain is 8.30 cents (15% decrease). 2. FY08 dividend includes the interim dividend of 2.1 cents and a final dividend of 3.5 cents. FY08 Dividend payout ratio is 65% of NPAT. FY07 DPS includes the interim and final dividend and excludes the special dividend of 1.5 cents in October 2006. 3. Expenses are net of other income.

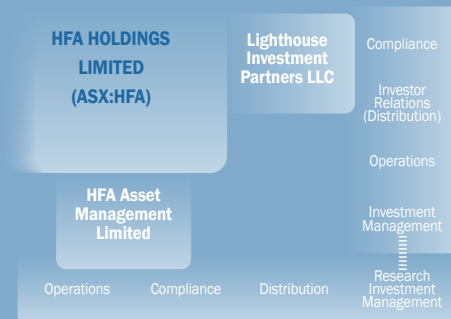
ABILITY to
DIFFERENTIATE
midst GLOBAL
CHANGE

GLOBAL RECOGNITION

HFA HOLDINGS IS A GLOBAL LEADER IN THE MANAGEMENT OF ABSOLUTE RETURN INVESTMENT FUNDS.

HFA IS AMONG THE LARGEST ABSOLUTE RETURN INVESTMENT MANAGERS IN THE WORLD WITH \$9.365 BILLION IN ASSETS UNDER MANAGEMENT .

THE MERGER WITH US-BASED FUND MANAGER LIGHTHOUSE PARTNERS LLC IN JANUARY 2008 SERVED TO REINFORCE HFA'S CORE STRENGTHS OF PEOPLE, PRODUCTS AND PROCESS.



INTERNATIONAL RESOURCES

STARTING IN 1998 IN AUSTRALIA HFA NOW HAS RESOURCES AROUND THE WORLD WITH NEARLY 100 STAFF IN EIGHT LOCATIONS.

A HISTORY OF STRONG PROFITABILITY, GROWTH AND PRODUCT PERFORMANCE WILL CONTINUE WITH AN INTERNATIONAL PRESENCE PROVIDING LOCAL KNOWLEDGE ON A GLOBAL SCALE.



DIVERSITY
SCALE and
SKILL to handle
UNCERTAINTY

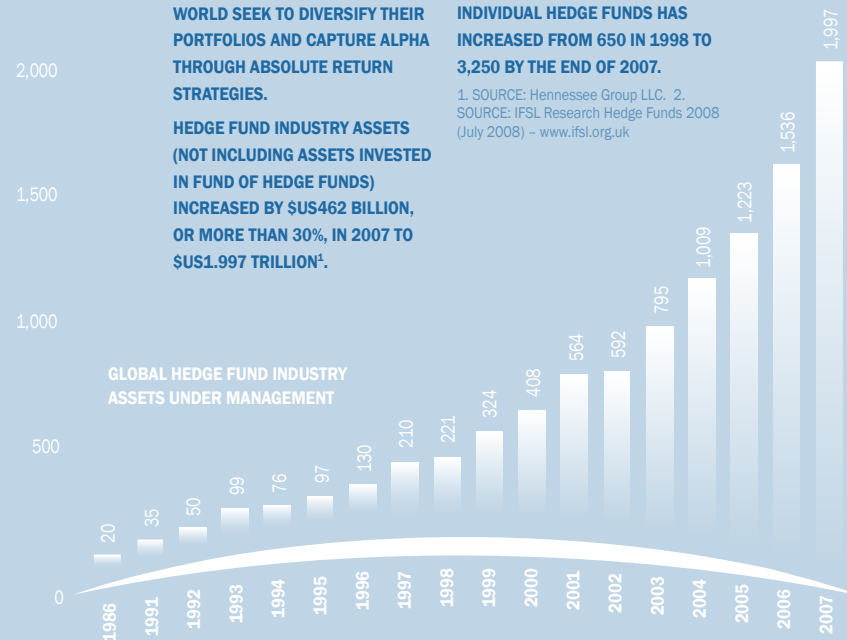
GROWTH INDUSTRY

THE ABSOLUTE RETURN, OR FUND OF HEDGE FUND (FOHF), SECTOR OF THE INVESTMENT MARKET HAS ACHIEVED CONSISTENTLY STRONG GROWTH OVER RECENT YEARS AS INVESTORS AROUND THE WORLD SEEK TO DIVERSIFY THEIR PORTFOLIOS AND CAPTURE ALPHA THROUGH ABSOLUTE RETURN STRATEGIES.

HEDGE FUND INDUSTRY ASSETS (NOT INCLUDING ASSETS INVESTED IN FUND OF HEDGE FUNDS) INCREASED BY \$US462 BILLION, OR MORE THAN 30%, IN 2007 TO \$US1.997 TRILLION¹.

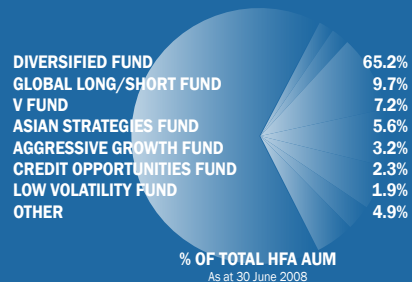
FUND OF HEDGE FUNDS (FOHF) ASSETS MORE THAN DOUBLED IN THE THREE YEARS UP TO 2007 TO REACH NEARLY \$US950 BILLION OR AROUND 40% OF GLOBAL HEDGE FUND ASSETS². THE NUMBER OF INDIVIDUAL HEDGE FUNDS HAS INCREASED FROM 650 IN 1998 TO 3,250 BY THE END OF 2007.

1. SOURCE: Hennessey Group LLC. 2. SOURCE: IFSL Research Hedge Funds 2008 (July 2008) - www.ifsl.org.uk



INVESTMENT PORTFOLIO CONSTRUCTION and DISTRIBUTION

PRODUCT DIVERSITY



HFA HAS BUILT A DIVERSE AND GROWING RANGE OF BOTH ABSOLUTE RETURN INVESTMENT FUNDS AND SINGLE MANAGER PRODUCTS DESIGNED FOR RETAIL, WHOLESALE AND INSTITUTIONAL INVESTORS. DIFFERENT FUNDS OFFER DIFFERENT INVESTMENT STRATEGIES AND EXPOSURE TO THE GLOBAL OR REGIONAL INVESTMENT MARKETS.

POWERFUL PERFORMANCE

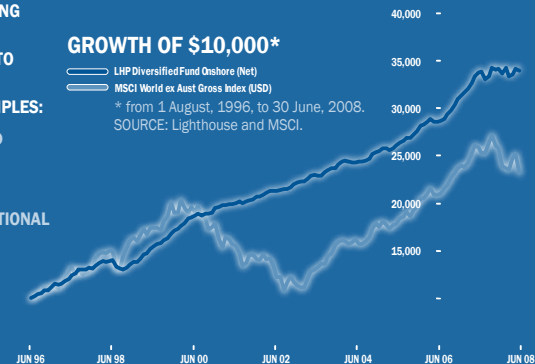
THE CORE STRENGTH OF ABSOLUTE RETURN INVESTING IS CAPITAL PRESERVATION. DURING BEAR MARKETS OR PERIODS OF EXTREME VOLATILITY ABSOLUTE RETURN FUNDS AIM TO PROVIDE PROTECTION AND CONFIDENCE BY ADHERING TO A NUMBER OF SIMPLE PRINCIPLES:

- IT IS BETTER TO MISS A PERCEIVED GOOD OPPORTUNITY THAN RISK SUSTAINING REAL LOSSES
- FOCUS ON ELIMINATING AS MUCH DIRECTIONAL MARKET EXPOSURE AS POSSIBLE
- ACTIVE STRATEGY DIVERSIFICATION REDUCES THE RISK OF LOSS
- ONLY EMPLOY STRATEGIES WHICH ARE FULLY UNDERSTOOD

GROWTH OF \$10,000*

— LHP Diversified Fund Onshore (Net)
— MSCI World ex Aust Gross Index (USD)

* from 1 August, 1996, to 30 June, 2008.
SOURCE: Lighthouse and MSCI.



PRESERVATION a CORE STRENGTH STRATEGY

INVESTOR DIVERSITY

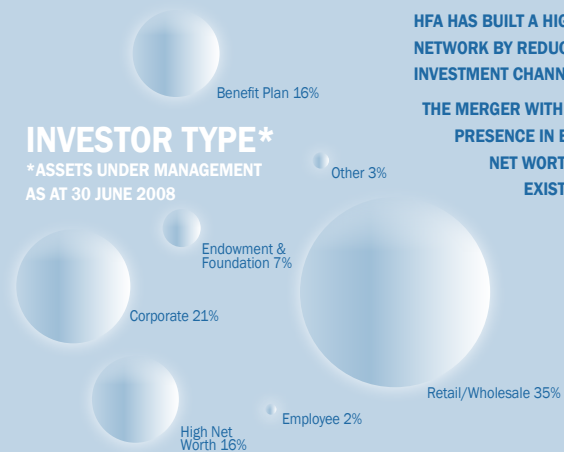
HFA HAS BUILT A HIGHLY DIVERSIFIED GLOBAL DISTRIBUTION NETWORK BY REDUCING EXPOSURE TO ANY ONE INVESTMENT CHANNEL OR MARKET.

THE MERGER WITH LIGHTHOUSE PROVIDED STRONGER PRESENCE IN BOTH GLOBAL INSTITUTIONAL AND HIGH NET WORTH MARKETS AND COMPLIMENTED HFA'S EXISTING STRENGTH IN THE RETAIL MARKET.

A COMPREHENSIVE AND GROWING DISTRIBUTION NETWORK, A DEDICATED FOCUS ON THE ABSOLUTE RETURN FUNDS SECTOR AND A HIGHLY RATED PORTFOLIO PROVIDES THE COMPANY WITH A SOLID PLATFORM FOR GROWTH.

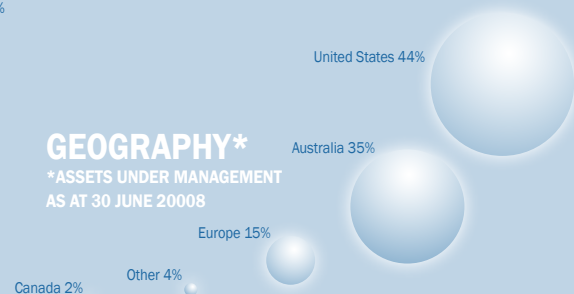
INVESTOR TYPE*

*ASSETS UNDER MANAGEMENT
AS AT 30 JUNE 2008



GEOGRAPHY*

*ASSETS UNDER MANAGEMENT
AS AT 30 JUNE 2008





AUSTRALIA
SYDNEY
MELBOURNE
BRISBANE

UNITED STATES
NEW YORK
CHICAGO
FLORIDA

EUROPE
LONDON

ASIA
HONG KONG

FOR INFORMATION ON HFA'S INVESTMENT PRODUCTS

CONTACT HFA ASSET MANAGEMENT:

OFFICE: LEVEL 5, 151 MACQUARIE STREET, SYDNEY NSW 2000
MAILING ADDRESS: GPO BOX 1616, BRISBANE QLD 4001
INVESTOR SERVICES: 1300 30 90 92
ADVISER SERVICES: 1300 30 90 93
FACSIMILIE: (07) 3229 7580
WEBSITE: www.hfainvestments.com.au
E-MAIL: contact@hfainvestments.com.au

HFA HOLDINGS LIMITED ABN: 47 101 585 737

OFFICE: LEVEL 5, 151 MACQUARIE STREET, SYDNEY NSW 2000
TELEPHONE: (02) 8302 3333
FACSIMILIE: (02) 9357 2633
WEBSITE: www.hfaholdings.com.au
E-MAIL: info@hfaholdings.com.au

SHAREHOLDER INFORMATION AND INQUIRIES

ALL INQUIRIES AND CORRESPONDENCE REGARDING
SHAREHOLDINGS SHOULD BE DIRECTED TO HFA'S SHARE
REGISTRY PROVIDER:

LINK MARKET SERVICES LIMITED
ADDRESS: LEVEL 12, 680 GEORGE STREET, SYDNEY NSW 2000
MAILING ADDRESS: LOCKED BAG A14, SYDNEY SOUTH NSW 1235
TELEPHONE: 1300 554 474 OR (OVERSEAS) +61 (0)2 8280 7111
FACSIMILIE: (02) 9287 0303
WEBSITE: www.linkmarketservices.com.au

ANNUAL GENERAL MEETING

THE ANNUAL GENERAL MEETING OF HFA
HOLDINGS LIMITED WILL BE HELD AT:
VENUE: FOUR SEASONS HOTEL, 199 GEORGE
STREET, SYDNEY, NSW 2000
DATE: 8 OCTOBER 2008
TIME: 11.00AM