



Platinum International Fund[®] ARSN 089 528 307
Platinum Unhedged Fund[™] ARSN 123 939 471
Platinum Asia Fund[®] ARSN 104 043 110
Platinum European Fund[®] ARSN 089 528 594
Platinum Japan Fund[®] ARSN 089 528 825
Platinum International Brands Fund[®] ARSN 092 429 813
Platinum International Health Care Fund[®] ARSN 107 023 530
Platinum International Technology Fund[®] ARSN 092 429 555

Financial Report

For the Financial Year ended 30 June 2008

Platinum International Fund
Platinum Unhedged Fund
Platinum Asia Fund
Platinum European Fund
Platinum Japan Fund
Platinum International Brands Fund
Platinum International Health Care Fund
Platinum International Technology Fund

Financial Report – For the Financial Year ended 30 June 2008

Contents

Responsible Entity Report	2
Income Statements	6
Balance Sheets	7
Statements of Changes in Equity	8
Cash Flow Statements	9
Notes to the Financial Statements	10
Directors' Declaration	48
Independent Audit Report	49

Platinum International Fund
Platinum Unhedged Fund
Platinum Asia Fund
Platinum European Fund
Platinum Japan Fund
Platinum International Brands Fund
Platinum International Health Care Fund
Platinum International Technology Fund

Responsible Entity Report

The Directors of Platinum Investment Management Limited (trading as Platinum Asset Management[®]) ABN 25 063 565 006 AFSL 221935, the responsible entity of the Platinum International Fund, the Platinum Unhedged Fund, the Platinum Asia Fund, the Platinum European Fund, the Platinum Japan Fund, the Platinum International Brands Fund, the Platinum International Health Care Fund and the Platinum International Technology Fund (collectively referred to as “*the registered schemes*”), present their report on the registered schemes for the financial year ended 30 June 2008.

Principal Activities

During the year, the registered schemes continued to invest funds in accordance with the Product Disclosure Statement (PDS) and their respective Constitutions.

Directors of the Responsible Entity

The Directors of Platinum Investment Management Limited during the whole of the financial year and up to the date of this report were:

K Neilson
A Clifford
M Halstead

Significant Changes in the State of Affairs

There were no significant changes to the state of affairs of the registered schemes during the financial year, other than those disclosed in this report or the financial statements.

Review of Operations

The registered schemes maintain their individual investment strategy in listed equities, unlisted equities, equity and index derivatives and currency contracts.

Platinum International Fund
 Platinum Unhedged Fund
 Platinum Asia Fund
 Platinum European Fund
 Platinum Japan Fund
 Platinum International Brands Fund
 Platinum International Health Care Fund
 Platinum International Technology Fund

Responsible Entity Report (cont)

Results

The performance of the registered schemes, as represented by the results of their operations for the financial year ended 30 June 2008, were as follows:

	International Fund		Unhedged Fund		Asia Fund		European Fund		Japan Fund		International Brands Fund		International Health Care Fund		International Technology Fund	
	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000
Net Operating Profit/(Loss)	(1,477,975)	554,515	(8,906)	1,826	(345,545)	661,807	(89,598)	57,295	(168,823)	(100,298)	(130,263)	55,641	(2,704)	(26)	(11,406)	3,503

The distributions of the registered schemes at 30 June were:

	International Fund		Unhedged Fund		Asia Fund		European Fund		Japan Fund		International Brands Fund		International Health Care Fund		International Technology Fund	
	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000
Distribution Paid and Payable	501,330	905,865	402	1,505	403,031	292,944	5,947	39,646	-	36,252	15,085	27,854	815	887	1,559	2,871
Distribution (cents per unit)	10.59	19.07	0.73	6.01	34.48	30.01	4.22	24.05	-	9.71	5.33	8.48	4.63	4.00	3.47	5.08

The redemption prices of the registered schemes at 30 June were:

	International Fund		Unhedged Fund		Asia Fund		European Fund		Japan Fund		International Brands Fund		International Health Care Fund		International Technology Fund	
	2008	2007	2008	2007	2008	2007	2008	2007	2008	2007	2008	2007	2008	2007	2008	2007
Redemption Price – (cum-distribution)	1.5571	2.0470	0.9010	1.1095	2.3660	2.9312	1.7073	2.4824	1.6775	2.2738	1.6477	2.1638	0.9122	1.1016	0.9086	1.1720

Matters subsequent to the end of the financial year

Except as disclosed in the financial report, no other matter or circumstance has arisen since 30 June 2008 that has significantly affected or may significantly affect:

- (i) the operations of the registered schemes in future financial years; or
- (ii) the results of those operations in future financial years; or
- (iii) the states of affair of the registered schemes in future financial years.

Platinum International Fund
Platinum Unhedged Fund
Platinum Asia Fund
Platinum European Fund
Platinum Japan Fund
Platinum International Brands Fund
Platinum International Health Care Fund
Platinum International Technology Fund

Responsible Entity Report (cont)

Likely Developments

The registered schemes will continue to pursue their investment objectives so as to increase their net asset value. The method of operating the registered schemes is not expected to change in the foreseeable future.

Indemnification and Insurance of Officers and Auditors

No insurance premiums are paid for out of the assets of the registered schemes with regard to insurance cover provided to either the Manager or the Auditor of the registered schemes. So long as the officers of the responsible entity act in accordance with the schemes' Constitution and the Law, they remain fully indemnified out of the assets of the registered schemes against any losses incurred while acting on behalf of the registered schemes. The Auditor of the registered schemes is in no way indemnified out of the assets of the registered schemes.

Fees Paid to and Interests Held in the registered scheme

Fees paid to the responsible entity and its associates out of registered schemes' property during the year are disclosed in Note 11 to the financial statements. No fees were paid out of the registered schemes property to the Directors of the responsible entity during the year.

Units on Issue

The movement in units on issue in the registered schemes during the year has been disclosed in Note 5 to the financial statements.

Environmental Regulation

The operations of the registered schemes are not subject to any particular or significant environmental regulations under Commonwealth, State or Territory law.

Rounding of amounts to the nearest thousand dollars

The registered schemes are of a kind referred to in the Australian Securities & Investments Commission's Class Order 98/0100 (as amended) and consequently amounts in the Responsible Entity Report and financial report have been rounded to the nearest thousand dollars in accordance with that Class Order, unless otherwise indicated.

Auditor's Independence Declaration

A copy of the Auditor's Independence Declaration as required under section 307C of the *Corporations Act 2001* is attached on page 5.

This report is made in accordance with a resolution of the Directors.

M Halstead
Director

Sydney
18 August 2008

Platinum International Fund
Platinum Unhedged Fund
Platinum Asia Fund
Platinum European Fund
Platinum Japan Fund
Platinum International Brands Fund
Platinum International Health Care Fund
Platinum International Technology Fund

Auditor's Independence Declaration

As lead auditor for the audit of Platinum International Fund, Platinum Unhedged Fund, Platinum Asia Fund, Platinum European Fund, Platinum Japan Fund, Platinum International Brands Fund, Platinum International Health Care Fund, and Platinum International Technology Fund (collectively referred to as "*the registered schemes*") for the financial year ended 30 June 2008, I declare that to the best of my knowledge and belief, there have been:

- a) no contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit; and
- b) no contraventions of any applicable code of professional conduct in relation to the audit.

This declaration is in respect of the registered schemes during the period.

A J Wilson
Partner
PricewaterhouseCoopers

Sydney
18 August 2008

Platinum International Fund
Platinum Unhedged Fund
Platinum Asia Fund
Platinum European Fund
Platinum Japan Fund
Platinum International Brands Fund
Platinum International Health Care Fund
Platinum International Technology Fund

Income Statements

For the year ended 30 June 2008

	International Fund		Unhedged Fund		Asia Fund		European Fund		Japan Fund		International Brands Fund		International Health Care Fund		International Technology Fund	
	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000
Investment income																
Dividends	142,505	116,468	1,179	258	57,416	55,124	6,927	6,760	8,025	13,063	10,340	8,514	240	395	564	1,182
Interest	41,591	36,721	266	27	19,927	11,950	1,425	2,217	455	3,177	1,283	4,949	46	149	253	580
Net gains/(losses) on financial assets at fair value through profit or loss	(1,187,584)	644,913	(8,383)	2,211	(245,989)	677,919	(88,020)	46,208	(122,063)	(45,626)	(102,967)	51,853	(2,525)	967	(8,523)	3,709
Net foreign exchange gains/(losses) on forward currency contracts	(314,919)	(82,652)	(851)	(503)	(121,402)	(38,488)	(3,252)	8,763	(43,356)	(51,799)	(27,388)	1,891	(80)	(1,038)	(2,667)	(769)
Total investment income/(loss)	(1,318,407)	715,450	(7,789)	1,993	(290,048)	706,505	(82,920)	63,948	(156,939)	(81,185)	(118,732)	67,207	(2,319)	473	(10,373)	4,702
Expenses																
Management fee	122,445	127,408	770	76	43,066	32,366	4,522	4,878	9,247	14,453	8,497	8,731	290	385	803	924
Administration fee	6,365	6,653	55	5	3,076	2,312	323	348	661	1,032	607	624	21	28	57	66
Withholding tax on foreign dividends	14,531	12,401	139	28	4,187	4,346	936	716	586	1,280	1,048	1,026	32	21	50	82
Transaction costs	16,136	14,229	152	58	5,145	5,647	894	707	1,385	2,333	1,373	1,177	42	64	122	126
Other	91	244	1	-	23	27	3	4	5	15	6	8	-	1	1	1
Total expenses	159,568	160,935	1,117	167	55,497	44,698	6,678	6,653	11,884	19,113	11,531	11,566	385	499	1,033	1,199
Net operating profit/(loss)	(1,477,975)	554,515	(8,906)	1,826	(345,545)	661,807	(89,598)	57,295	(168,823)	(100,298)	(130,263)	55,641	(2,704)	(26)	(11,406)	3,503
Financing Costs																
Net operating profit/(loss)	(1,477,975)	554,515	(8,906)	1,826	(345,545)	661,807	(89,598)	57,295	(168,823)	(100,298)	(130,263)	55,641	(2,704)	(26)	(11,406)	3,503
(Increase)/decrease in net assets attributable to unitholders	1,979,305	351,350	9,308	(321)	748,576	(368,863)	95,545	(17,649)	168,823	136,550	145,348	(27,787)	3,519	913	12,965	(632)
Distribution paid and payable	(501,330)	(905,865)	(402)	(1,505)	(403,031)	(292,944)	(5,947)	(39,646)	-	(36,252)	(15,085)	(27,854)	(815)	(887)	(1,559)	(2,871)
Net Profit/(Loss)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

The above Income Statements should be read in conjunction with the accompanying notes.

Platinum International Fund
Platinum Unhedged Fund
Platinum Asia Fund
Platinum European Fund
Platinum Japan Fund
Platinum International Brands Fund
Platinum International Health Care Fund
Platinum International Technology Fund

Balance Sheets

As at 30 June 2008

	Notes	International Fund		Unhedged Fund		Asia Fund		European Fund		Japan Fund		International Brands Fund		International Health Care Fund		International Technology Fund	
		2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000
Assets																	
Financial assets at fair value through profit or loss	4	6,211,183	8,611,083	49,674	31,079	2,013,143	2,526,038	229,385	352,535	419,473	818,600	377,280	670,946	12,877	21,582	32,179	57,876
Cash and Cash Equivalents	13 (a)	1,149,727	1,078,636	5,470	4,194	747,874	321,011	16,106	56,702	63,536	4,459	89,971	41,911	3,168	2,877	9,414	7,944
Receivables	7	17,116	70,672	348	404	5,832	24,340	316	528	4,596	38,294	956	800	17	13	30	603
Total Assets		7,378,026	9,760,391	55,492	35,677	2,766,849	2,871,389	245,807	409,765	487,605	861,353	468,207	713,657	16,062	24,472	41,623	66,423
Liabilities																	
Unitholders' distribution payable	6	501,330	905,865	402	1,505	403,031	292,944	5,947	39,646	-	36,252	15,085	27,854	815	887	1,559	2,871
Payables	8	9,972	20,412	6,021	7,929	3,692	3,540	5,233	494	4,164	12,774	629	2,120	17	27	825	82
Total Liabilities (excluding net assets to unit holders)		511,302	926,277	6,423	9,434	406,723	296,484	11,180	40,140	4,164	49,026	15,714	29,974	832	914	2,384	2,953
Net Assets Attributable to Unitholders	5	6,866,724	8,834,114	49,069	26,243	2,360,126	2,574,905	234,627	369,625	483,441	812,327	452,493	683,683	15,230	23,558	39,239	63,470

The above Balance Sheets should be read in conjunction with the accompanying notes.

Platinum International Fund
 Platinum Unhedged Fund
 Platinum Asia Fund
 Platinum European Fund
 Platinum Japan Fund
 Platinum International Brands Fund
 Platinum International Health Care Fund
 Platinum International Technology Fund

Statements of Changes in Equity

For the year ended 30 June 2008

	International Fund		Unhedged Fund		Asia Fund		European Fund		Japan Fund		International Brands Fund		International Health Care Fund		International Technology Fund	
	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000
Total equity at the beginning of the financial year	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Profit/(loss) for the year	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total recognised income and expense	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Transactions with equity holders	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Distributions paid	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total equity at the end of the financial year	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

In accordance with AASB 132 unitholders' equity is classified as a liability and accordingly the registered schemes have no equity for financial reporting purposes.

The above statements of changes in equity should be read in conjunction with the accompanying notes.

Platinum International Fund
Platinum Unhedged Fund
Platinum Asia Fund
Platinum European Fund
Platinum Japan Fund
Platinum International Brands Fund
Platinum International Health Care Fund
Platinum International Technology Fund

Cash Flow Statements

For the year ended 30 June 2008

	International Fund		Unhedged Fund		Asia Fund		European Fund		Japan Fund		International Brands Fund		International Health Care Fund		International Technology Fund	
	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000
Cash Flows from Operating Activities																
Interest received	42,309	36,909	264	14	20,106	12,315	1,613	2,166	418	3,411	1,492	5,214	47	154	279	586
Dividends received	141,145	116,720	1,124	233	59,030	50,820	6,978	6,775	7,821	13,114	9,898	8,484	234	399	1,108	633
Manager's fees paid	(130,857)	(132,493)	(797)	(46)	(45,950)	(33,384)	(5,014)	(5,094)	(10,352)	(15,660)	(9,352)	(9,110)	(321)	(411)	(889)	(980)
Other expenses paid	(14,807)	(15,704)	(157)	(61)	(5,196)	(5,769)	(879)	(721)	(1,333)	(2,323)	(1,352)	(1,204)	(41)	(64)	(120)	(128)
Cash paid for purchase of financial assets	(9,790,115)	(8,959,966)	(114,005)	(37,358)	(4,233,879)	(2,013,185)	(378,246)	(298,722)	(799,610)	(1,328,989)	(323,433)	(618,426)	(4,190)	(22,555)	(68,516)	(77,402)
Cash proceeds from sale of financial assets	10,791,384	8,119,551	85,123	16,952	4,424,384	1,594,744	415,312	257,864	1,061,054	1,348,679	488,150	376,806	10,618	20,061	84,683	61,875
Net cash inflow/(outflow) from operating activities	1,039,059	(834,983)	(28,448)	(20,266)	218,495	(394,459)	39,764	(37,732)	257,998	18,232	165,403	(238,236)	6,347	(2,416)	16,545	(15,416)
Cash Flows from Financing Activities																
Proceeds received from units issued	2,087,719	2,871,097	50,888	37,385	1,036,918	764,345	82,342	128,305	173,177	314,523	154,634	260,989	1,369	12,589	12,983	17,314
Cash paid for units redeemed	(2,075,804)	(1,222,325)	(19,775)	(12,446)	(503,121)	(284,620)	(121,795)	(49,923)	(333,240)	(344,167)	(240,476)	(99,218)	(6,178)	(9,655)	(24,249)	(14,282)
Distributions paid	(905,865)	(997,666)	(1,505)	(820)	(292,944)	(104,092)	(39,646)	(28,886)	(36,252)	(86,893)	(27,854)	(31,563)	(887)	(556)	(2,871)	(147)
Net cash inflow/(outflow) from financing activities	(893,950)	651,106	29,608	24,119	240,853	375,633	(79,099)	49,496	(196,315)	(116,537)	(113,696)	130,208	(5,696)	2,378	(14,137)	2,885
Net Increase/(Decrease) in Cash Held	145,109	(183,877)	1,160	3,853	459,348	(18,826)	(39,335)	11,764	61,683	(98,305)	51,707	(108,028)	651	(38)	2,408	(12,531)
Cash and cash equivalents at beginning of the financial year	1,078,636	1,375,271	4,194	412	321,011	366,152	56,702	45,711	4,459	111,029	41,911	148,540	2,877	3,067	7,944	21,387
Effects of exchange rate changes on cash and cash equivalents	(74,018)	(112,758)	116	(71)	(32,485)	(26,315)	(1,261)	(773)	(2,606)	(8,265)	(3,647)	1,399	(360)	(152)	(938)	(912)
Cash and Cash Equivalents at the End of the Financial Year	1,149,727	1,078,636	5,470	4,194	747,874	321,011	16,106	56,702	63,536	4,459	89,971	41,911	3,168	2,877	9,414	7,944

The above cash flow statements should be read in conjunction with the accompanying notes.

Platinum International Fund
Platinum Unhedged Fund
Platinum Asia Fund
Platinum European Fund
Platinum Japan Fund
Platinum International Brands Fund
Platinum International Health Care Fund
Platinum International Technology Fund

Notes to the Financial Statements

For the year ended 30 June 2008

Note 1 Summary of Significant Accounting Policies

This financial report covers the Platinum International Fund, Platinum Unhedged Fund, Platinum Asia Fund, Platinum European Fund, Platinum Japan Fund, Platinum International Brands Fund, Platinum International Health Care Fund and Platinum International Technology Fund (collectively referred to as “the registered schemes”), as individual entities.

Platinum Investment Management Limited ABN 25 063 565 006 AFSL 221935 is the responsible entity of the registered schemes, the registered office is 7 Macquarie Place, Sydney, NSW 2000.

Registered Scheme	Date of Commencement
Platinum International Fund	4 April 1995
Platinum Unhedged Fund	19 January 2005
Platinum Asia Fund	3 March 2003
Platinum European Fund	12 June 1998
Platinum Japan Fund	12 June 1998
Platinum International Brands Fund	11 April 2000
Platinum International Health Care Fund	5 November 2003
Platinum International Technology Fund	11 April 2000

(a) Basis of preparation of the financial report

This general purpose financial report has been prepared in accordance with the requirements of the registered schemes’ Constitution, Australian equivalents to International Financial Reporting Standards (AIFRS), other authoritative pronouncements of the Australian Accounting Standards Board, Urgent Issues Group Interpretations and the *Corporations Act 2001*.

These financial statements have been prepared under the historical cost convention, as modified by the revaluation of "financial assets (including derivative instruments) held at fair value through profit or loss".

Compliance with International Financial Reporting Standards (IFRS)

Australian Accounting Standards include Australian equivalents to International Financial Reporting Standards (AIFRS). Compliance with AIFRS ensures that the financial report of the registered schemes, comprising the financial statements and the notes thereto, complies with IFRS.

The preparation of the financial report in conformity with AIFRS requires the use of certain critical accounting estimates and judgements, which are included below.

Platinum International Fund
Platinum Unhedged Fund
Platinum Asia Fund
Platinum European Fund
Platinum Japan Fund
Platinum International Brands Fund
Platinum International Health Care Fund
Platinum International Technology Fund

Notes to the Financial Statements

For the year ended 30 June 2008 (cont)

Note 1 Summary of Significant Accounting Policies (cont)

(b) Income Tax

Under current legislation, the registered schemes are not subject to income tax, provided that distributable income is fully distributed, either by way of cash or reinvestment.

The benefits of any imputation and foreign tax credits are passed on to unitholders.

(c) Financial Assets at Fair Value Through Profit or Loss

Under AASB 139 marketable equity securities are designated in the Balance Sheet as “financial assets at fair value through profit or loss”. These investments are initially recognised at fair value, typically represented by cost excluding transaction costs, which are expensed as incurred. Investments are measured at fair value and exclude transaction costs. Investments are valued based on quoted “bid” prices on long securities and securities sold short are valued based on quoted “ask” prices. Gains and losses arising from changes in the fair value of the financial assets are included in the Income Statement in the period in which they arise.

In accordance with AIFRS, derivative financial instruments are categorised as “financial assets held for trading” and are accounted for at fair value, with changes to such values recognised through the Income Statement in the period in which they arise. Derivative financial instruments are valued based on quoted “bid” prices on long securities and securities sold “short” are valued based on quoted “ask” prices. Gains and losses arising from changes in the fair value of the financial assets are included in the Income Statement in the period in which they arise.

Fair value in an active market

The fair value of financial assets and liabilities traded in active markets is based on their quoted market prices at the balance sheet date without any deduction for estimated future selling costs. Financial assets are priced at current bid prices, while financial liabilities are priced at current asking prices.

Fair value in an inactive or unquoted market

The fair value of financial assets and liabilities that are not traded in an active market is determined using valuation techniques. These include the use of recent arm’s length market transactions, reference to the current fair value of a substantially similar other instrument, discounted cash flow techniques, option pricing models or any other valuation technique that provides a reliable estimate of prices obtained in actual market transactions.

(d) Transaction costs

Initial measurement (cost) on acquisition of trading securities shall not include directly attributable transaction costs such as fees and commissions paid to agents. Incremental transaction costs are expensed as incurred in the Income Statement.

Platinum International Fund
Platinum Unhedged Fund
Platinum Asia Fund
Platinum European Fund
Platinum Japan Fund
Platinum International Brands Fund
Platinum International Health Care Fund
Platinum International Technology Fund

Notes to the Financial Statements

For the year ended 30 June 2008 (cont)

Note 1 Summary of Significant Accounting Policies (cont)

(e) **Net assets attributable to unitholders**

Units on issue give the unitholder a right to redeem units at the redemption price and are therefore considered a liability rather than equity. The liability represents the balance of the net assets of registered schemes at reporting date. As unitholders' funds are classed as a liability under AIFRS, it will be necessary to recognise "increase/(decrease) in net assets" attributable to unitholders in the Income Statement as a finance cost.

(f) **Foreign currency translation**

The functional and presentation currency of the registered schemes as determined in accordance with AASB 121: *The Effects of Changes in Foreign Exchange Rates* will be the Australian dollar.

Transactions denominated in foreign currencies are translated into Australian currency at the rates of exchange prevailing on the date of the transaction. Foreign currency assets and liabilities existing at balance date are translated at exchange rates prevailing at balance date. Resulting exchange differences are brought to account in determining profit and loss for the year.

(g) **Investment income**

Interest Income

Interest income is recognised in the income statement using the effective interest method, which allocates income over the relevant period.

Dividend Income

Dividend income is brought to account on the applicable ex-dividend date.

(h) **Distributions**

In accordance with each registered schemes' Constitution, each registered scheme fully distributes its distributable income to unitholders by cash or reinvestment. Distributable income is determined by reference to the taxable income of the registered scheme.

Platinum International Fund
Platinum Unhedged Fund
Platinum Asia Fund
Platinum European Fund
Platinum Japan Fund
Platinum International Brands Fund
Platinum International Health Care Fund
Platinum International Technology Fund

Notes to the Financial Statements

For the year ended 30 June 2008 (cont)

Note 1 Summary of Significant Accounting Policies (cont)

(i) Receivables

All receivables are recognised as and when they are due.

Debts which are known to be uncollectible are written off. A provision for doubtful debts is raised when there is evidence the amount will not be collected.

(j) Payables

All payables are recognised as and when they are incurred.

(k) Application and redemptions

Applications received for units in the registered schemes are recorded net of any entry fees payable prior to the issue of units in the registered schemes. Redemptions from the registered schemes are recorded gross of any exit fees payable after the cancellation of units redeemed. The redemption price is determined by reference to the net assets of the registered scheme divided by the number of units on issue at or immediately prior to close of business each day. Issues and redemptions of units are processed simultaneously.

(l) Rounding of amounts to the nearest thousand dollars

The registered schemes are of a kind referred to in the Australian Securities & Investments Commission's Class Order 98/0100 (as amended) and consequently amounts in the Responsible Entity Report and financial report have been rounded to the nearest thousand dollars in accordance with that Class Order, unless otherwise indicated.

(m) Goods and Services Tax (GST)

The GST paid on the costs of various services provided to the responsible entity by third parties, such as investment Management fees, have been passed onto the registered schemes. The registered schemes qualify for Reduced Input Tax Credits (RITCs) at a rate of 75%. Investment Management fees have been recognised in the Income Statement net of the amount of GST recoverable from the Australian Taxation Office (ATO). The net of GST recoverable from the ATO is included in receivables in the Balance Sheet. Cash flows relating to GST are included in the Cash Flow Statement on a gross basis.

Platinum International Fund
Platinum Unhedged Fund
Platinum Asia Fund
Platinum European Fund
Platinum Japan Fund
Platinum International Brands Fund
Platinum International Health Care Fund
Platinum International Technology Fund

Notes to the Financial Statements

For the year ended 30 June 2008 (cont)

Note 1 Summary of Significant Accounting Policies (cont)

(n) New accounting standards and interpretations

Certain new accounting standards and interpretations have been published that are not mandatory for 30 June 2008 reporting period. Our assessment of the impact of these new standards and interpretations on the registered schemes is set out below:

- (i) Revised AASB 101 *Presentation of Financial Statements* and AASB 2007-8 *Amendments to Australian Accounting Standards arising from AASB 101*.

A revised AASB 101 was issued in September 2007 and is applicable to annual reporting period beginning on or after 1 January 2009. It requires the presentation of a statement of comprehensive income and makes changes to the statement of changes in equity, but will not affect any of the amounts recognised in the financial statements. If the registered schemes makes a prior period adjustment or re-classifies items in the financial statements, the registered schemes will need to disclose a third balance sheet (statement of financial position), this one being at the beginning of the comparative period. The registered schemes have not adopted this standard early.

- (ii) AASB 8 *Operating Segments* and AASB 2007-3 *Amendments to Australian Accounting Standards (AASB 107 & AASB 134)*.

AASB 8 and AASB 2007- 3 are applicable to annual reporting periods beginning on or after 1 January 2009. AASB 8 requires the adoption of a "management approach" to disclosing information about its reportable segments. Generally, the financial information will be reported on the same basis as is used internally by the chief decision maker for evaluating operating segment performance and deciding how to allocate resources to operating segments. The amendments may have an impact on the registered schemes segment disclosures. However, the amendment will not affect any of the amounts recognised in the registered schemes' financial statements. The registered schemes have not adopted this standard early.

- (iii) AASB 132 *Financial Instruments: Presentation* and AASB 2008-2 *Amendments to Australian Accounting Standards - Puttable Financial Instruments and Obligations Arising on Liquidation (Revised AASB 132)*.

Revised AASB 132 is applicable for reporting periods beginning on or after 1 January 2009. The amendment changes the classification of certain qualifying instruments from financial liabilities to equity instruments. At the present time, we will continue to classify unitholders' funds as a liability and therefore there will be no impact on profit or loss and equity. The registered schemes have not adopted this standard early.

Platinum International Fund
 Platinum Unhedged Fund
 Platinum Asia Fund
 Platinum European Fund
 Platinum Japan Fund
 Platinum International Brands Fund
 Platinum International Health Care Fund
 Platinum International Technology Fund

Notes to the Financial Statements

For the year ended 30 June 2008 (cont)

Note 2 Auditor's Remuneration

	International Fund		Unhedged Fund		Asia Fund		European Fund		Japan Fund		International Brands Fund		International Health Care Fund		International Technology Fund	
	2008	2007	2008	2007	2008	2007	2008	2007	2008	2007	2008	2007	2008	2007	2008	2007
Auditing and review of financial reports	38,867	31,965	7,268	14,453	22,335	19,933	19,855	18,373	20,681	18,893	19,855	18,373	9,111	11,613	17,376	16,813
Auditing the Compliance Plan	7,386	6,968	1,654	1,560	6,063	5,720	3,858	3,640	4,410	4,160	3,858	3,640	1,654	1,560	3,032	2,860
Audit services – Assurance	1,732	624	1,732	624	1,732	624	1,732	624	1,732	624	1,732	624	1,732	624	1,732	624
Taxation services – Compliance	47,716	38,433	32,726	32,932	38,056	26,193	31,736	26,513	32,686	29,313	30,166	24,992	29,056	22,013	33,896	30,612
Other advisory services – GST	692	2,333	692	2,333	692	2,333	692	2,333	692	2,333	692	2,333	692	2,333	692	2,333
Other advisory services – Foreign tax agent	9,917	3,799	2,975	3,350	9,917	3,799	-	-	-	-	4,611	2,955	-	-	3,194	2,955
	106,310	84,122	47,047	55,252	78,795	58,602	57,873	51,483	60,201	55,323	60,914	52,917	42,245	38,143	59,922	56,197

In 2008 (and 2007) Auditor's Remuneration was paid by the responsible entity and reimbursed by the registered schemes.

Note 3 Taxation

Under current legislation the individual registered schemes are not subject to income tax as taxable income (including assessable net realised capital gains) is distributed in full to the unitholders.

Platinum International Fund
Platinum Unhedged Fund
Platinum Asia Fund
Platinum European Fund
Platinum Japan Fund
Platinum International Brands Fund
Platinum International Health Care Fund
Platinum International Technology Fund

Notes to the Financial Statements

For the year ended 30 June 2008 (cont)

Note 4 Financial Assets

	International Fund		Unhedged Fund		Asia Fund		European Fund		Japan Fund		International Brands Fund		International Health Care Fund		International Technology Fund	
	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000
Equity securities	6,125,514	8,548,810	49,674	31,079	2,017,445	2,523,827	226,769	351,921	418,407	817,379	372,582	667,417	12,803	21,680	31,084	57,782
Derivatives	115,590	22,185	-	-	6,648	2,211	1,645	(991)	4,509	-	3,192	963	(9)	22	634	(286)
Forward currency contracts	(29,921)	40,088	-	-	(10,950)	-	971	1,605	(3,443)	1,221	1,506	2,566	83	(120)	461	380
	6,211,183	8,611,083	49,674	31,079	2,013,143	2,526,038	229,385	352,535	419,473	818,600	377,280	670,946	12,877	21,582	32,179	57,876

Information relating to the registered schemes' exposure to foreign currency risk, price risk and liquidity risk in relation to investments is provided in Note 9.

Note 5 Net Assets Attributable to Unitholders

Movements in number of units and net assets attributable to unitholders during the financial year were as follows:

	International Fund		Unhedged Fund		Asia Fund		European Fund		Japan Fund		International Brands Fund		International Health Care Fund		International Technology Fund	
	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000
Opening balance	8,834,114	7,536,692	26,243	1,915	2,574,905	1,726,317	369,625	273,594	812,327	975,369	683,683	494,125	23,558	19,324	63,470	59,806
Applications during the financial year	2,087,719	2,871,097	50,888	37,385	1,036,918	764,345	82,342	128,305	173,177	314,523	154,634	260,989	1,369	12,589	12,983	17,314
Redemptions during the financial year	(2,075,804)	(1,222,325)	(18,754)	(13,378)	(503,121)	(284,620)	(121,795)	(49,923)	(333,240)	(341,015)	(240,476)	(99,218)	(6,178)	(7,442)	(24,249)	(14,282)
Increase/(decrease) in net assets attributable to unitholders	(1,979,305)	(351,350)	(9,308)	321	(748,576)	368,863	(95,545)	17,649	(168,823)	(136,550)	(145,348)	27,787	(3,519)	(913)	(12,965)	632
Closing balance	6,866,724	8,834,114	49,069	26,243	2,360,126	2,574,905	234,627	369,625	483,441	812,327	452,493	683,683	15,230	23,558	39,239	63,470

	International Fund		Unhedged Fund		Asia Fund		European Fund		Japan Fund		International Brands Fund		International Health Care Fund		International Technology Fund	
	Units '000	Units '000	Units '000	Units '000	Units '000	Units '000	Units '000	Units '000	Units '000	Units '000	Units '000	Units '000	Units '000	Units '000	Units '000	Units '000
Opening balance	4,749,639	3,905,812	25,029	1,983	976,152	778,806	164,824	130,081	373,193	388,368	328,518	250,730	22,201	17,445	56,546	53,909
Number of units issued during the financial year	1,149,213	1,457,678	49,279	35,177	378,595	307,583	38,987	56,250	84,614	127,436	77,318	125,151	1,285	11,155	11,880	14,981
Number of units redeemed during the financial year	(1,165,308)	(613,851)	(19,340)	(12,131)	(185,902)	(110,237)	(62,932)	(21,507)	(169,491)	(142,611)	(122,961)	(47,363)	(5,883)	(6,399)	(23,554)	(12,344)
Closing balance	4,733,544	4,749,639	54,968	25,029	1,168,845	976,152	140,879	164,824	288,316	373,193	282,875	328,518	17,603	22,201	44,872	56,546

Under AIFRS unitholders' equity is disclosed as a liability.

Platinum International Fund
 Platinum Unhedged Fund
 Platinum Asia Fund
 Platinum European Fund
 Platinum Japan Fund
 Platinum International Brands Fund
 Platinum International Health Care Fund
 Platinum International Technology Fund

Notes to the Financial Statements

For the year ended 30 June 2008 (cont)

Note 6 Distributions Paid and Payable

International Fund		Unhedged Fund		Asia Fund		European Fund		Japan Fund		International Brands Fund		International Health Care Fund		International Technology Fund	
2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000

Timing of distributions

The distributions were paid/payable as follows:
 30 June final payable

501,330	905,865	402	1,505	403,031	292,944	5,947	39,646	-	36,252	15,085	27,854	815	887	1,559	2,871
---------	---------	-----	-------	---------	---------	-------	--------	---	--------	--------	--------	-----	-----	-------	-------

Note 7 Receivables

	International Fund		Unhedged Fund		Asia Fund		European Fund		Japan Fund		International Brands Fund		International Health Care Fund		International Technology Fund	
	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000
Unsettled trades	6,354	58,532	243	360	24	16,353	45	-	4,200	38,082	-	-	-	-	-	-
Dividends receivable	4,997	3,493	80	27	4,912	6,565	35	90	293	89	745	353	4	5	22	568
Interest receivable	877	1,595	15	13	471	650	-	188	37	-	-	209	-	1	-	26
Dividend tax refund receivable	912	1,056	3	1	39	-	203	199	-	-	148	98	11	4	2	-
Indian capital gains tax refund receivable	3,031	3,631	-	-	10	424	-	-	-	-	-	50	-	-	-	-
GST receivable	945	2,365	7	3	376	348	33	51	66	123	63	90	2	3	6	9
	17,116	70,672	348	404	5,832	24,340	316	528	4,596	38,294	956	800	17	13	30	603

Proceeds on sale of investments are usually received between two and five days after trade date. Interest is usually received within three days of becoming due and receivable and dividends are usually received within approximately 30 days of the ex-dividend date.

Information relating to the ageing of receivables for 2008 is shown in Note 9.

Platinum International Fund
 Platinum Unhedged Fund
 Platinum Asia Fund
 Platinum European Fund
 Platinum Japan Fund
 Platinum International Brands Fund
 Platinum International Health Care Fund
 Platinum International Technology Fund

Notes to the Financial Statements

For the year ended 30 June 2008 (cont)

Note 8 Payables

	International Fund		Unhedged Fund		Asia Fund		European Fund		Japan Fund		International Brands Fund		International Health Care Fund		International Technology Fund	
	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000
Unsettled trades	240	8,633	251	1,166	-	40	4,908	-	3,511	11,677	-	1,243	-	-	772	-
Payable to unitholders	-	-	5,707	6,728	-	-	-	-	-	-	-	-	-	-	-	-
Accrued expenses	9,732	11,779	63	35	3,692	3,500	325	494	653	1,097	629	877	17	27	53	82
	9,972	20,412	6,021	7,929	3,692	3,540	5,233	494	4,164	12,774	629	2,120	17	27	825	82

Payables on purchase of investments are usually paid between two and five days after trade date.

Information relating to the registered schemes' exposure of payables to liquidity risk is shown in Note 9.

Platinum International Fund
Platinum Unhedged Fund
Platinum Asia Fund
Platinum European Fund
Platinum Japan Fund
Platinum International Brands Fund
Platinum International Health Care Fund
Platinum International Technology Fund

Notes to the Financial Statements

For the year ended 30 June 2008 (cont)

Note 9 Financial Risk Management

(a) Financial Risk Management Objectives, Policies and Processes

The registered schemes' primary risks are related to the investment activities undertaken on its behalf by the responsible entity. The risks that the schemes are exposed to include market risk (including currency risk and price risk), credit risk and liquidity risk.

The responsible entity's investment style:

- adopts a bottom-up, stock selection methodology in which long-term capital growth is sought through investing in undervalued securities across the world;
- seeks absolute returns and not returns relative to any index;
- utilises short selling of shares and indices;
- invests excess funds in cash when undervalued stocks cannot be found; and
- actively manages currency.

The registered schemes may also invest in fixed interest investments, although this is not a primary investment objective.

Derivatives (which include futures and shorts) are utilised for risk management purposes and to take opportunities to increase returns. However, the underlying value of derivatives held by a registered scheme may not exceed 100% of the net asset value of that scheme. The underlying value of long stocks and derivative contracts may not exceed 150% of the Portfolio Value. Each of the registered schemes complied with its investment mandate at 30 June 2008.

Platinum International Fund
Platinum Unhedged Fund
Platinum Asia Fund
Platinum European Fund
Platinum Japan Fund
Platinum International Brands Fund
Platinum International Health Care Fund
Platinum International Technology Fund

Notes to the Financial Statements

For the year ended 30 June 2008 (cont)

Note 9 Financial Risk Management (cont)

(b) Investments at Fair Value and Derivatives Exposure

	International Fund			
	2008		2007	
	Physical \$'000	Net Exposure \$'000	Physical \$'000	Net Exposure \$'000
Japan	1,347,082	1,347,082	2,271,953	2,271,953
Other Asia	1,319,980	1,284,974	1,791,976	1,525,965
Australia	-	(122,076)	-	(281,994)
Europe – Euro	1,553,209	1,360,232	1,568,521	1,299,332
Europe – Other	116,540	116,540	300,547	300,547
North America	1,764,703	287,598	2,572,910	667,542
South America	763	(260,060)	378	378
Africa	28,994	28,994	42,525	42,525
	6,131,271	4,043,284	8,548,810	5,826,248
Cash and accruals	1,229,639	3,317,626	1,140,909	3,863,471
Total	7,360,910	7,360,910	9,689,719	9,689,719

Futures Notional Amounts 30 June 2008 (2,219,026)

Futures Notional Amounts 30 June 2007 (2,772,289)

	Asia Fund			
	2008		2007	
	Physical \$'000	Net Exposure \$'000	Physical \$'000	Net Exposure \$'000
Other Asia	2,017,445	1,910,413	2,523,827	2,288,912
Europe – Euro	-	-	-	-
Europe – Other	-	-	-	-
North America	-	-	-	-
	2,017,445	1,910,413	2,523,827	2,288,912
Cash and accruals	743,572	850,604	323,222	558,137
Total	2,761,017	2,761,017	2,847,049	2,847,049

Futures Notional Amounts 30 June 2008 (114,819)

Futures Notional Amounts 30 June 2007 (237,766)

	Unhedged Fund			
	2008		2007	
	Physical \$'000	Net Exposure \$'000	Physical \$'000	Net Exposure \$'000
Japan	10,962	10,962	7,396	7,396
Other Asia	13,834	13,834	7,458	7,458
Australia	159	159	808	808
Europe – Euro	6,536	6,536	3,163	3,163
Europe – Other	926	926	1,163	1,163
North America	17,257	17,257	11,091	11,091
South America	-	-	-	-
Africa	-	-	-	-
	49,674	49,674	31,079	31,079
Cash and accruals	5,470	5,470	4,194	4,194
Total	55,144	55,144	35,273	35,273

Futures Notional Amounts 30 June 2008 -

Futures Notional Amounts 30 June 2007 -

	European Fund			
	2008		2007	
	Physical \$'000	Net Exposure \$'000	Physical \$'000	Net Exposure \$'000
Other Asia	-	-	-	-
Europe – Euro	197,110	166,871	296,197	227,017
Europe – Other	28,098	26,148	51,552	51,552
North America	1,561	1,561	4,199	4,199
	226,769	194,580	351,948	282,768
Cash and accruals	18,722	50,911	57,289	126,469
Total	245,491	245,491	409,237	409,237

Futures Notional Amounts 30 June 2008 (33,774)

Futures Notional Amounts 30 June 2007 (68,108)

Platinum International Fund
Platinum Unhedged Fund
Platinum Asia Fund
Platinum European Fund
Platinum Japan Fund
Platinum International Brands Fund
Platinum International Health Care Fund
Platinum International Technology Fund

Notes to the Financial Statements

For the year ended 30 June 2008 (cont)

Note 9 Financial Risk Management (cont)

	Japan Fund			
	2008		2007	
	Physical \$'000	Net Exposure \$'000	Physical \$'000	Net Exposure \$'000
Japan	398,857	389,338	815,771	815,771
Other Asia	19,550	(35,635)	1,608	1,608
Europe – Euro	-	-	-	-
Europe – Other	-	-	-	-
North America	-	-	-	-
South America	-	-	-	-
	<u>418,407</u>	<u>353,703</u>	<u>817,379</u>	<u>817,379</u>
Cash and accruals	64,602	129,306	5,680	5,680
Total	<u>483,009</u>	<u>483,009</u>	<u>823,059</u>	<u>823,059</u>

Futures Notional Amounts 30 June 2008 (71,045)

Futures Notional Amounts 30 June 2007 -

	International Health Care Fund			
	2008		2007	
	Physical \$'000	Net Exposure \$'000	Physical \$'000	Net Exposure \$'000
Japan	513	513	1,060	1,060
Other Asia	283	283	606	606
Europe – Euro	2,437	2,437	2,042	2,042
Europe – Other	2,314	2,314	4,047	4,047
North America	7,100	6,699	13,487	13,190
South America	156	156	438	438
Africa	-	-	-	-
	<u>12,803</u>	<u>12,402</u>	<u>21,680</u>	<u>21,383</u>
Cash and accruals	3,242	3,643	2,779	3,076
Total	<u>16,045</u>	<u>16,045</u>	<u>24,459</u>	<u>24,459</u>

Futures Notional Amounts 30 June 2008 (394)

Futures Notional Amounts 30 June 2007 (330)

	International Brands Fund			
	2008		2007	
	Physical \$'000	Net Exposure \$'000	Physical \$'000	Net Exposure \$'000
Japan	57,322	57,322	170,148	170,148
Other Asia	96,553	82,464	185,060	169,380
Europe – Euro	149,380	127,310	195,915	165,763
Europe – Other	29,349	29,349	55,312	55,312
North America	30,319	30,319	51,171	51,171
South America	9,659	(215)	11,494	11,494
	<u>372,582</u>	<u>326,549</u>	<u>669,100</u>	<u>623,268</u>
Cash and accruals	94,669	140,702	43,757	89,589
Total	<u>467,251</u>	<u>467,251</u>	<u>712,857</u>	<u>712,857</u>

Futures Notional Amounts 30 June 2008 (49,382)

Futures Notional Amounts 30 June 2007 (14,918)

	International Technology Fund			
	2008		2007	
	Physical \$'000	Net Exposure \$'000	Physical \$'000	Net Exposure \$'000
Japan	6,400	6,400	10,046	10,046
Other Asia	10,834	10,835	21,828	21,828
Europe – Euro	5,844	5,844	5,965	5,965
Europe – Other	620	620	3,521	3,521
North America	7,199	2,409	16,422	11,897
South America	-	-	-	-
Africa	187	187	-	-
	<u>31,084</u>	<u>26,295</u>	<u>57,782</u>	<u>53,257</u>
Cash and accruals	10,509	15,298	8,038	12,563
Total	<u>41,593</u>	<u>41,593</u>	<u>65,820</u>	<u>65,820</u>

Futures Notional Amounts 30 June 2008 (5,484)

Futures Notional Amounts 30 June 2007 (4,287)

Platinum International Fund
Platinum Unhedged Fund
Platinum Asia Fund
Platinum European Fund
Platinum Japan Fund
Platinum International Brands Fund
Platinum International Health Care Fund
Platinum International Technology Fund

Notes to the Financial Statements

For the year ended 30 June 2008 (cont)

Note 9 Financial Risk Management (cont)

The “Physical” column above shows the location of the investments.

The “Net Exposure” column above represents an approximation of each registered schemes’ exposure to movements in the markets. This is calculated by making an adjustment to the “physical” position, which is to subtract from the physical position, the principal notional amount of any short (sold) and add any long (bought) derivative positions in shares and shares index futures. For example, if 5% of the Portfolio for a registered scheme was invested in Japan but there was a 2% short exposure to Nikkei futures, the net exposure column would show 3%. Conceivably the figure could show a negative exposure which would indicate the Portfolio was net short the Japanese market.

(c) Market Risk

(i) Foreign Exchange Risk

Foreign exchange risk is the risk the fair value or future cash flows of financial instruments will fluctuate because of changes in foreign exchange rates.

The registered schemes operate internationally and are exposed to foreign exchange risk arising from buying, selling and holding investments denominated in foreign currencies.

Currency hedging is an integral part of the management of currency risk. The Investment Manager position a registered schemes’ portfolio in what it believes will be a stronger currency(ies). For example, at 30 June 2008, Platinum International Fund’s US Dollar currency exposure was 22%.

The Investment Manager may use forward foreign exchange contracts, and futures and option contracts on foreign exchange rate contracts, to position the registered schemes’ portfolio in the desired currencies. A currency exposure may be hedged using a different currency from which the exposure is maintained (for example, US dollar hedges may be used to hedge the currency risk of holding investments in Hong Kong dollars).

Where there have been major currency movements, or where currencies are perceived to be over or undervalued, the Investment Manager may look for investments whose operating environment has been distorted by the currency as part of the search for undervalued stocks. There may even be opportunities for stocks impacted by a lower currency (for example, export-related stocks).

In respect of the Platinum Unhedged Fund, there is no currency management undertaken. The disposition of its investments determines each registered schemes’ currency exposure.

Platinum International Fund
 Platinum Unhedged Fund
 Platinum Asia Fund
 Platinum European Fund
 Platinum Japan Fund
 Platinum International Brands Fund
 Platinum International Health Care Fund
 Platinum International Technology Fund

Notes to the Financial Statements

For the year ended 30 June 2008 (cont)

Note 9 Financial Risk Management (cont)

The table below summarises the registered schemes' investment exposure at fair value to foreign exchange risk:

International Fund					Unhedged Fund				
2008	Physical \$'000	Bought \$'000	Sold \$'000	Net Exposure \$'000	2008	Physical \$'000	Bought \$'000	Sold \$'000	Net Exposure \$'000
Japan	1,690,986	239,077	(97,460)	1,832,603	Japan	11,015	-	-	11,015
Other Asia	1,346,270	1,163,741	(528,620)	1,981,391	Other Asia	13,077	-	-	13,077
Australia	345,588	664,920	(416,824)	593,684	Australia	4,312	-	-	4,312
Europe – Euro	1,576,962	172,519	(599,234)	1,150,247	Europe – Euro	6,699	-	-	6,699
Europe – Other	127,913	-	(165,190)	(37,277)	Europe – Other	926	-	-	926
North America	2,272,428	1,466,136	(1,899,065)	1,839,499	North America	19,115	-	-	19,115
South America	763	-	-	763	South America	-	-	-	-
Total	7,360,910	3,706,393	(3,706,393)	7,360,910	Total	55,144	-	-	55,144
2007	Physical \$'000	Bought \$'000	Sold \$'000	Net Exposure \$'000	2007	Physical \$'000	Bought \$'000	Sold \$'000	Net Exposure \$'000
Japan	2,356,067	321,463	(285,935)	2,391,595	Japan	7,442	-	-	7,442
Other Asia	1,827,744	-	-	1,827,744	Other Asia	7,201	-	-	7,201
Australia	317,108	2,293,295	(124)	2,610,279	Australia	4,858	-	-	4,858
Europe – Euro	1,866,285	-	(405,070)	1,461,215	Europe – Euro	3,172	-	-	3,172
Europe – Other	300,574	-	(5,944)	294,630	Europe – Other	1,163	-	-	1,163
North America	3,074,295	509,499	(2,427,184)	1,156,610	North America	11,437	-	-	11,437
South America	378	-	-	378	South America	-	-	-	-
Africa	(52,732)	-	-	(52,732)	Africa	-	-	-	-
Total	9,689,719	3,124,257	(3,124,257)	9,689,719	Total	35,273	-	-	35,273
Asia Fund					European Fund				
2008	Physical \$'000	Bought \$'000	Sold \$'000	Net Exposure \$'000	2008	Physical \$'000	Bought \$'000	Sold \$'000	Net Exposure \$'000
Other Asia	2,281,848	178,315	-	2,460,163	Other Asia	-	-	-	-
Australia	202,391	-	(166,300)	36,091	Australia	1,709	49,424	(19,600)	31,533
Europe – Euro	-	-	-	-	Europe – Euro	213,127	-	(49,424)	163,703
Europe – Other	-	-	-	-	Europe – Other	27,428	19,600	-	47,028
North America	276,778	166,300	(178,315)	264,763	North America	3,227	-	-	3,227
Africa	-	-	-	-	Africa	-	-	-	-
Total	2,761,017	344,615	(344,615)	2,761,017	Total	245,491	69,024	(69,024)	245,491

Platinum International Fund
 Platinum Unhedged Fund
 Platinum Asia Fund
 Platinum European Fund
 Platinum Japan Fund
 Platinum International Brands Fund
 Platinum International Health Care Fund
 Platinum International Technology Fund

Notes to the Financial Statements

For the year ended 30 June 2008 (cont)

Note 9 Financial Risk Management (cont)

Asia Fund

2007	Physical \$'000	Bought \$'000	Sold \$'000	Net Exposure \$'000
Other Asia	2,168,655	-	-	2,168,655
Australia	148,377	-	-	148,377
Europe - Euro	-	-	-	-
Europe - Other	-	-	-	-
North America	530,017	-	-	530,017
Africa	-	-	-	-
Total	2,847,049	-	-	2,847,049

European Fund

2007	Physical \$'000	Bought \$'000	Sold \$'000	Net Exposure \$'000
Other Asia	-	-	-	-
Australia	37,066	90,459	-	127,525
Europe - Euro	314,917	-	(90,459)	224,458
Europe - Other	46,401	-	-	46,401
North America	10,889	-	-	10,889
Africa	(36)	-	-	(36)
Total	409,237	90,459	(90,459)	409,237

Japan Fund

2008	Physical \$'000	Bought \$'000	Sold \$'000	Net Exposure \$'000
Japan	449,391	36,197	(40,067)	445,521
Other Asia	18,101	40,628	(39,178)	19,551
Australia	4,572	56,701	(58,300)	2,973
Europe - Euro	-	-	-	-
Europe - Other	-	-	-	-
North America	10,945	56,707	(52,688)	14,964
South America	-	-	-	-
Total	483,009	190,233	(190,233)	483,009

2007	Physical \$'000	Bought \$'000	Sold \$'000	Net Exposure \$'000
Japan	818,810	-	(54,521)	764,289
Other Asia	1,608	-	-	1,608
Australia	2,599	59,159	-	61,758
Europe - Euro	-	-	-	-
Europe - Other	-	-	-	-
North America	42	-	(4,638)	(4,596)
South America	-	-	-	-
Total	823,059	59,159	(59,159)	823,059

International Brands Fund

2008	Physical \$'000	Bought \$'000	Sold \$'000	Net Exposure \$'000
Japan	98,999	21,532	(15,830)	104,701
Other Asia	101,395	58,715	-	160,110
Australia	3,119	121,737	(93,400)	31,456
Europe - Euro	193,483	-	(86,571)	106,912
Europe - Other	24,377	-	(1,064)	23,313
North America	36,219	47,300	(52,419)	31,100
South America	9,659	-	-	9,659
Total	467,251	249,284	(249,284)	467,251

2007	Physical \$'000	Bought \$'000	Sold \$'000	Net Exposure \$'000
Japan	171,034	6,145	-	177,179
Other Asia	188,278	-	-	188,278
Australia	23,024	95,615	-	118,639
Europe - Euro	198,971	-	(83,674)	115,297
Europe - Other	55,873	-	(6,053)	49,820
North America	64,183	-	(12,033)	52,150
South America	11,494	-	-	11,494
Total	712,857	101,760	(101,760)	712,857

Platinum International Fund
Platinum Unhedged Fund
Platinum Asia Fund
Platinum European Fund
Platinum Japan Fund
Platinum International Brands Fund
Platinum International Health Care Fund
Platinum International Technology Fund

Notes to the Financial Statements

For the year ended 30 June 2008 (cont)

Note 9 Financial Risk Management (cont)

International Health Care Fund

2008	Physical \$'000	Bought \$'000	Sold \$'000	Net Exposure \$'000
Japan	1,455	4,472	(2,454)	3,473
Other Asia	283	-	-	283
Australia	133	3,890	(1,600)	2,423
Europe - Euro	2,447	2,719	(878)	4,288
Europe - Other	2,318	-	-	2,318
North America	9,253	2,478	(8,627)	3,104
South America	156	-	-	156
Africa	-	-	-	-
Total	16,045	13,559	(13,559)	16,045

2007	Physical \$'000	Bought \$'000	Sold \$'000	Net Exposure \$'000
Japan	1,376	6,368	-	7,744
Other Asia	606	-	-	606
Australia	193	3,996	-	4,189
Europe - Euro	2,036	295	-	2,331
Europe - Other	4,087	-	-	4,087
North America	15,723	-	(10,659)	5,064
South America	438	-	-	438
Total	24,459	10,659	(10,659)	24,459

International Technology Fund

2008	Physical \$'000	Bought \$'000	Sold \$'000	Net Exposure \$'000
Japan	8,441	6,000	(6,000)	8,441
Other Asia	12,316	6,042	(6,045)	12,313
Australia	1,628	13,565	(9,000)	6,193
Europe - Euro	5,853	6,045	(6,042)	5,856
Europe - Other	631	3,000	-	3,631
North America	12,338	-	(7,565)	4,773
South America	-	-	-	-
Africa	386	-	-	386
Total	41,593	34,652	(34,652)	41,593

2007	Physical \$'000	Bought \$'000	Sold \$'000	Net Exposure \$'000
Japan	10,345	-	(1,758)	8,587
Other Asia	16,304	-	-	16,304
Australia	3,218	13,484	-	16,702
Europe - Euro	7,244	-	-	7,244
Europe - Other	3,493	1,081	-	4,574
North America	25,216	-	(12,807)	12,409
South America	-	-	-	-
Total	65,820	14,565	(14,565)	65,820

Forward foreign currency contracts and options on forward currency contracts are adjusted against the "Physical" column to arrive at a net exposure to each currency grouping. The registered schemes generally utilise short dated (90 day maturities) currency agreements with high credit rating counterparties. The existing forward currency maturity dates range from 15 to 49 days.

Foreign exchange risk sensitivity analysis

For Platinum International Fund, at 30 June 2008, had the Australian Dollar weakened/strengthened by 10% against the United States Dollar with all other variables held constant, net assets attributable to unitholders would have been A\$132,168,152/A\$108,136,521 higher/lower (2007: A\$56,656,195/A\$46,355,068 higher/lower). Similarly, had the Australian Dollar weakened/strengthened by 10% against the Japanese Yen with all other variables held constant, net assets attributable to unitholders would have been A\$178,618,434/A\$146,142,355 higher/lower (2007: A\$269,236,278/A\$220,284,227 higher/lower).

Platinum International Fund
Platinum Unhedged Fund
Platinum Asia Fund
Platinum European Fund
Platinum Japan Fund
Platinum International Brands Fund
Platinum International Health Care Fund
Platinum International Technology Fund

Notes to the Financial Statements

For the year ended 30 June 2008 (cont)

Note 9 Financial Risk Management (cont)

For Platinum Unhedged Fund, at 30 June 2008, had the Australian Dollar weakened/strengthened by 10% against the United States Dollar with all other variables held constant, net assets attributable to unitholders would have been A\$1,564,792/A\$1,280,275 higher/lower (2007: A\$933,579/A\$763,837 higher/lower). Similarly, had the Australian Dollar weakened/strengthened by 10% against the Japanese Yen with all other variables held constant, net assets attributable to unitholders would have been A\$1,221,128/A\$999,105 higher/lower (2007: A\$824,850/ A\$674,877 higher/lower).

For Platinum Asia Fund, at 30 June 2008, had the Australian Dollar weakened/strengthened by 10% against the Hong Kong Dollar with all other variables held constant, net assets attributable to unitholders would have been A\$86,190,397/A\$70,519,482 higher/lower (2007: A\$90,911,186/A\$74,381,879 higher/lower). Similarly, had the Australian Dollar weakened/strengthened by 10% against the Korean Won with all other variables held constant, net assets attributable to unitholders would have been A\$31,322,610/A\$25,627,590 higher/lower (2007: A\$47,297,655/ A\$38,698,082 higher/lower).

For Platinum European Fund, at 30 June 2008, had the Australian Dollar weakened/strengthened by 10% against the Euro with all other variables held constant, net assets attributable to unitholders would have been A\$17,849,237/A\$14,603,743 higher/lower (2007: A\$24,843,292/A\$20,326,330 higher/lower).

For Platinum Japan Fund, at 30 June 2008, had the Australian Dollar weakened/strengthened by 10% against the Japanese Yen with all other variables held constant, net assets attributable to unitholders would have been A\$45,796,272 /A\$37,469,677 higher/lower (2007: A\$87,852,235 /A\$71,879,101 higher/lower).

For Platinum International Brands Fund, at 30 June 2008, had the Australian Dollar weakened/strengthened by 10% against the Euro with all other variables held constant, net assets attributable to unitholders would have been A\$12,442,719/A\$10,180,267 higher/lower (2007: A\$12,754,827/A\$10,435,767 higher/lower). Similarly, had the Australian Dollar weakened/strengthened by 10% against the Japanese Yen with all other variables held constant, net assets attributable to unitholders would have been A\$11,042,373/A\$9,034,668 higher/lower (2007: A\$19,035,102/A\$15,574,175 higher/lower).

For Platinum International Health Care Fund, at 30 June 2008, had the Australian Dollar weakened/strengthened by 10% against the United States Dollar with all other variables held constant, net assets attributable to unitholders would have been A\$713,662/A\$583,901 higher/lower (2007: A\$1,148,608/A\$939,770 higher/lower).

For Platinum International Technology Fund, at 30 June 2008, had the Australian Dollar weakened/strengthened by 10% against the United States Dollar with all other variables held constant, net assets attributable to unitholders would have been A\$600,936/A\$491,669 higher/lower (2007: A\$1,137,275/A\$930,498 higher/lower). Similarly, had the Australian Dollar weakened/strengthened against the Hong Kong Dollar by 10% with all other variables held constant, net assets attributable to unitholders would have been A\$691,192/A\$565,521 higher/lower (2007: A\$1,312,680/A\$1,074,011 higher/lower).

Platinum International Fund
Platinum Unhedged Fund
Platinum Asia Fund
Platinum European Fund
Platinum Japan Fund
Platinum International Brands Fund
Platinum International Health Care Fund
Platinum International Technology Fund

Notes to the Financial Statements

For the year ended 30 June 2008 (cont)

Note 9 Financial Risk Management (cont)

The sensitivity analysis is based on the impact of foreign currency movements on monetary assets and liabilities, held at reporting date, such as cash and forward contracts, as well as non-monetary assets, such as equities.

The sensitivity analysis shows that the registered schemes are all materially affected by exchange rate movements (other things being equal) given the global nature of the investments held. During 2007/2008, the Australian Dollar continued to appreciate against major currencies and this impacted adversely on the returns of some of the registered schemes.

(ii) Interest Rate Risk

Interest rate risk is the possibility the fair value or future cash flows of financial instruments will fluctuate because of changes in market interest rates.

The overwhelming majority of the registered schemes' financial assets and liabilities are non-interest bearing. The registered schemes have a policy of not borrowing money, other than for settlement of trades. Interest rate movements will affect forward points used in determining gains or losses on forward contracts. This is not capable of precise estimation. The impact of interest rate movements on our investments is also not capable of precise estimation.

At 30 June 2008 and 2007, if interest rates had changed by +/- 100 basis points with all other variables held constant, the direct impact on interest receivable would not be significant for any of the registered schemes.

(iii) Price Risk

Price risk is the possibility the fair value or future cash flows of investments will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk). As nearly all of the non-monetary investments held by the registered schemes are denominated in currencies other than the Australian Dollar, prices will fluctuate because of changes in foreign exchange rates as discussed above. In addition, price risk is caused by a range of factors which are outside the control of the registered schemes, such as factors specific to the individual stocks or its issuer, or factors affecting the market in general.

Platinum's stock selection process is core to the management of price risk. Moreover, whilst we use the MSCI to measure relative performance, risk in our view is not solely relative performance versus a benchmark - but also the prospect of losing money (ie. absolute returns). Platinum adopts a thematic stock selection approach and is referred to being an "active manager". Platinum seeks a broad range of investments whose business and growth prospects are being undervalued by the market. Accordingly, holdings in each of the registered schemes vary considerably from the make-up of the index. Active fund managers such as Platinum seek to out perform the market as represented by an appropriate index.

Platinum International Fund
Platinum Unhedged Fund
Platinum Asia Fund
Platinum European Fund
Platinum Japan Fund
Platinum International Brands Fund
Platinum International Health Care Fund
Platinum International Technology Fund

Notes to the Financial Statements

For the year ended 30 June 2008 (cont)

Note 9 Financial Risk Management (cont)

In addition, the registered schemes (other than Platinum Unhedged Fund) may enter into short positions to protect against market movements. At 30 June 2008, some of the registered schemes maintained short positions against various indices. For example, during the June 2008 quarter, Platinum International Brands Fund increased its short position against index futures such as the Indian Nifty index and the Brazilian index. In the case of India, this allowed the Fund to invest in particular companies whilst providing some degree of protection against more general adverse market price movements.

If markets become too volatile, another risk mitigation strategy is for cash positions to be built up.

Price risk sensitivity analysis

Price risk exposure arises from the registered schemes' investment portfolio which comprises investments in securities. The effect on net assets attributable to unitholders due to a reasonably possible change in market factors, as represented by a +/- 5% movement in the key regional equity index or indexes affecting the market that each registered scheme invests in, with all other variables held constant is indicated as follows:

For Platinum International Fund at 30 June 2008 if the United States S&P index had increased/decreased by 5% with all other variables held constant, this would have increased/decreased net assets attributable to unitholders by approximately \$16,967,514 (2007: \$8,143,581). Similarly, if the Japanese Nikkei 225 index had increased/decreased by 5% with all other variables held constant, this would have increased/decreased net assets attributable to unitholders by approximately \$67,354,082 (2007: \$113,597,590).

For Platinum Unhedged Fund at 30 June 2008 if the United States S&P index had increased/decreased by 5% with all other variables held constant, this would have increased/decreased net assets attributable to unitholders by approximately \$609,955 (2007: \$413,106). Similarly, if the Japanese Topix index had increased/decreased by 5% with all other variables held constant, this would have increased/decreased net assets attributable to unitholders by approximately \$548,116 (2007: \$369,803).

For Platinum Asia Fund at 30 June 2008 if the Hong Kong Hang Seng had increased/decreased by 5% with all other variables held constant, this would have increased/decreased net assets attributable to unitholders by approximately \$27,151,579 (2007: \$27,831,840). Similarly, if the Korean Kospindex had increased/decreased by 5% with all other variables held constant, this would have increased/decreased net assets attributable to unitholders by approximately \$14,095,112 (2007: \$21,283,865).

For Platinum European Fund at 30 June 2008 if the German DAX index had increased/decreased by 5% with all other variables held constant, this would have increased/decreased net assets attributable to unitholders by approximately \$3,994,251 (2007: \$3,900,558). Similarly, if the French CAC index had increased/decreased by 5% with all other variables held constant, this would have increased/decreased net assets attributable to unitholders by approximately \$2,901,476 (2007: \$5,169,945).

Platinum International Fund
Platinum Unhedged Fund
Platinum Asia Fund
Platinum European Fund
Platinum Japan Fund
Platinum International Brands Fund
Platinum International Health Care Fund
Platinum International Technology Fund

Notes to the Financial Statements

For the year ended 30 June 2008 (cont)

Note 9 Financial Risk Management (cont)

For Platinum Japan Fund at 30 June 2008 if the Japanese Topix index had increased/decreased by 5% with all other variables held constant, this would have increased/decreased net assets attributable to unitholders by approximately \$19,466,933 (2007: \$40,788,506).

For Platinum International Brands Fund at 30 June 2008 if the Japanese Topix index had increased/decreased by 5% with all other variables held constant, this would have increased/decreased net assets attributable to unitholders by approximately \$2,866,088 (2007: \$8,507,416). Similarly, if the German DAX index had increased/decreased by 5% with all other variables held constant, this would have increased/decreased net assets attributable to unitholders by approximately \$3,378,689 (2007: \$2,974,584).

For Platinum International Health Care Fund at 30 June 2008 if the United States S&P index had increased/decreased by 5% with all other variables held constant, this would have increased/decreased net assets attributable to unitholders by approximately \$314,402 (2007: \$622,499).

For Platinum International Technology Fund at 30 June 2008 if the Japanese Topix index had increased/decreased by 5% with all other variables held constant, this would have increased/decreased net assets attributable to unitholders by approximately \$320,012 (2007: \$502,285). Similarly, if the United States S&P index had increased/decreased by 5% with all other variables held constant, this would have increased/decreased net assets attributable to unitholders by approximately \$152,820 (2007: \$761,896).

Note that the above analysis is based on the assumption that the registered schemes' stocks moved in correlation with the respective index or indices. The index or indices provided above is a reference point only. Actual movements in stock prices may vary significantly to movements in the index.

The price risk for any unlisted securities is immaterial in terms of the possible impact on net assets attributable to unitholders. It has therefore not been included in the sensitivity analysis.

The above sensitivity analysis for price risk is unrepresentative of the market exposure for the registered schemes because Platinum does not invest by reference to the weighting or inclusion of a stock in specific index. An investment management style where the composition of the portfolio is by reference to global share index weightings are often referred to as "index managers". Index managers try to match a particular index by investing in securities that are representative of that index. For example, if BHP Billiton Limited made up 10% of the S&P/ASX 200 index, the investment manager would have 10% of the funds portfolio invested in BHP Billiton Limited and aim to maintain the weighting.

Platinum International Fund
Platinum Unhedged Fund
Platinum Asia Fund
Platinum European Fund
Platinum Japan Fund
Platinum International Brands Fund
Platinum International Health Care Fund
Platinum International Technology Fund

Notes to the Financial Statements

For the year ended 30 June 2008 (cont)

Note 9 Financial Risk Management (cont)

(d) Credit Risk

Credit risk measures total counterparty exposure for all counterparties that deal with Platinum in relation to “non-equity” financial instruments. Equities held by Platinum are fully owned by Platinum and there is no risk of default by a counterparty.

For management reporting purposes, the exposure to credit risk for futures, shorts, and forward currency contracts is any unrealised profit on the positions (the money the registered schemes would lose if the counterparty defaulted) at reporting date. For cash, margins, warrants and options, the exposure to credit risk is the full market value of the investment at reporting date.

An analysis of the credit risk exposure by ratings of the counterparties is set out in the table below.

Rating	International Fund		Unhedged Fund		Asia Fund		European Fund		Japan Fund		International Brands Fund		International Health Care Fund		International Technology Fund	
	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000
AA+ / Stable / A-1+	-	66,347	-	-	-	-	-	353	-	471	-	-	-	-	-	249
AA / Stable / A-1+	108,441	406,115	1,856	-	448,968	59,222	9,603	1,653	8	-	33,358	5,503	1,690	57	3,299	607
AA- / Positive / A-1+	-	143,511	-	-	-	63,898	-	5,843	-	-	-	5,910	-	-	-	262
AA- / Stable / A-1+	799,376	424,625	6,465	(2,534)	282,113	197,756	3,683	50,100	51,408	5,203	53,839	30,796	1,363	2,823	6,489	7,176
AA- / Negative / A-1+	228,251	-	-	-	41,134	-	6,672	-	17,638	-	10,416	-	382	-	1,200	-
A+ / Negative / A-1	144,623	-	-	-	-	-	-	-	-	-	2,046	-	-	-	166	-
A	-	26,123	-	-	-	-	-	-	-	-	-	-	-	-	-	-
A-1+	-	61,238	-	-	-	-	-	456	-	-	-	2,407	-	80	-	35
	1,280,691	1,127,959	8,321	(2,534)	772,215	320,876	19,958	58,405	69,054	5,674	99,659	44,616	3,435	2,960	11,154	8,329

(Source: Platinum and Standard & Poor's)

Platinum International Fund
Platinum Unhedged Fund
Platinum Asia Fund
Platinum European Fund
Platinum Japan Fund
Platinum International Brands Fund
Platinum International Health Care Fund
Platinum International Technology Fund

Notes to the Financial Statements

For the year ended 30 June 2008 (cont)

Note 9 Financial Risk Management (cont)

The registered schemes implement the following procedures in order to minimise its exposure to credit risk:

- The responsible entity only approves counterparties after an assessment of their credit standing, in which only counterparties with high credit ratings are engaged;
- Maximum exposure limits are established for each counterparty;
- Independent monitoring is undertaken on exposure to counterparties;
- Legal agreements are entered into with each counterparty. The responsible entity utilises master netting agreements;
- Legal documentation is securely held, independently of the persons responsible with implementing Platinum's investment process; and
- The credit positions of the registered schemes are monitored on a daily basis.

Transactions in listed securities and investments generally are only entered into with approved brokers. Payment is only made once a broker has received securities and delivery of securities sold only occurs once the broker receives payment. No collateral is held as security and there are no other credit enhancements.

Ageing analysis

For Platinum International Fund, the ageing analysis of receivables at 30 June 2008 is \$13,094,613 (0-30 days), \$453,616 (31-60 days), \$278,675 (61-90 days) and \$3,288,774 (90+ days). The amounts 61 days and over are past due but no receivables are impaired.

For Platinum Unhedged Fund, the ageing analysis of receivables at 30 June 2008 is \$340,882 (0-30 days), \$3,333 (31-60 days), \$3,050 (61-90 days) and \$97 (90+ days). The amounts 61 days and over are past due but no receivables are impaired.

For Platinum Asia Fund, the ageing analysis of receivables at 30 June 2008 is \$5,823,497 (0-30 days) and \$9,652 (90+ days). The amounts 61 days and over are past due but no receivables are impaired.

For Platinum European Fund, the ageing analysis of receivables at 30 June 2008 is \$141,708 (0-30 days), \$70,417 (31-60 days), \$5,314 (61-90 days) and \$98,481 (90+ days). The amounts 61 days and over are past due but no receivables are impaired.

Platinum International Fund
Platinum Unhedged Fund
Platinum Asia Fund
Platinum European Fund
Platinum Japan Fund
Platinum International Brands Fund
Platinum International Health Care Fund
Platinum International Technology Fund

Notes to the Financial Statements

For the year ended 30 June 2008 (cont)

Note 9 Financial Risk Management (cont)

For Platinum Japan Fund, the ageing analysis of receivables at 30 June 2008 is \$ 4,301,897 (0-30 days), \$106,270 (31-60 days) and \$186,992 (61-90 days). The amounts 61 days and over are past due but no receivables are impaired.

For Platinum International Brands Fund, the ageing analysis of receivables at 30 June 2008 is \$807,457 (0-30 days), \$55,190 (31-60 days), \$19,099 (61-90 days) and \$72,984 (90+ days). The amounts 61 days and over are past due but no receivables are impaired.

For Platinum International Health Care Fund, the ageing analysis of receivables at 30 June 2008 is \$6,331 (0-30 days), \$1,517 (61-90 days) and \$9,249 (90+ days). The amounts 61 days and over are past due but no receivables are impaired.

For Platinum International Technology Fund, the ageing analysis of receivables at 30 June 2008 is \$17,858 (0-30 days), \$2,292 (31-60 days), \$9,523 (61-90 days) and \$54 (90+ days). The amounts 61 days and over are past due but no receivables are impaired.

(e) Liquidity Risk

The registered schemes are exposed to cash redemptions of redeemable units. It holds investments that are traded on an active market and if necessary these can be readily disposed.

Contractual maturity analysis

The amounts below represent the contractual maturity of financial liabilities. Note that net assets attributable to unitholders is only included in the maturity analysis below because under AIFRS unitholders equity is classified as a liability. For management purposes, net assets attributable to unitholders, is not an operating liability.

For Platinum International Fund at 30 June 2008, the contractual maturity for amounts payable within 3 months for unsettled trades is \$0.2 million (2007: \$8.6 million), accrued expenses \$9.7 million (2007: \$11.8 million), unitholders' distribution payable \$501.3 million (2007: \$905.9 million) and net assets attributable to unitholders \$6.9 billion (2007: \$8.8 billion). Platinum International Fund has sufficient funds to cover its operating liabilities as the value of assets realisable in one year or less is \$7.3 billion (2007: \$9.7 billion).

Platinum International Fund
Platinum Unhedged Fund
Platinum Asia Fund
Platinum European Fund
Platinum Japan Fund
Platinum International Brands Fund
Platinum International Health Care Fund
Platinum International Technology Fund

Notes to the Financial Statements

For the year ended 30 June 2008 (cont)

Note 9 Financial Risk Management (cont)

For Platinum Unhedged Fund at 30 June 2008, the contractual maturity for amounts payable within 3 months for unsettled trades is \$0.3 million (2007: \$1.2 million), payables to unitholders \$5.7 million (2007: \$6.7 million), accrued expenses \$0.06 million (2007: \$0.04 million), unitholders' distribution payable \$0.4 million (2007: \$1.5 million) and net assets attributable to unitholders \$49.1 million (2007: \$26.2 million). Platinum Unhedged Fund has sufficient funds to cover its operating liabilities as the value of assets realisable in one year or less is \$55.5 million (2007: \$35.7 million).

For Platinum Asia Fund at 30 June 2008, the contractual maturity for amounts payable within 3 months for unsettled trades is \$nil (2007: \$0.04 million), accrued expenses \$3.7 million (2007: \$3.5 million), unitholders' distribution payable \$403 million (2007: \$292.9 million) and net assets attributable to unitholders \$2.4 billion (2007: \$2.6 billion). Platinum Asia Fund has sufficient funds to cover its operating liabilities as the value of assets realisable in one year or less is \$2.8 billion (2007: \$2.9 billion).

For Platinum European Fund at 30 June 2008, the contractual maturity for amounts payable within 3 months for unsettled trades is \$4.9 million (2007: \$nil), accrued expenses \$0.3 million (2007: \$0.5 million), unitholders' distribution payable \$5.9 million (2007: \$39.6 million) and net assets attributable to unitholders \$234.6 million (2007: \$369.6 million). Platinum European Fund has sufficient funds to cover its operating liabilities as the value of assets realisable in one year or less is \$245.8 million (2007: \$409.6 million).

For Platinum Japan Fund at 30 June 2008, the contractual maturity for amounts payable within 3 months for unsettled trades is \$3.5 million (2007: \$11.7 million), accrued expenses is \$0.7 million (2007: \$1.1 million), unitholders' distribution payable \$nil (2007: \$36.3 million) and net assets attributable to unitholders \$483.4 million (2007: \$812.3 million). Platinum Japan Fund has sufficient funds to cover its operating liabilities as the value of assets realisable in one year or less is \$487.6 million (2007: \$861.4 million).

For Platinum International Brands Fund at 30 June 2008, the contractual maturity for amounts payable within 3 months for unsettled trades is \$nil (2007: \$1.2 million), accrued expenses \$0.6 million (2007: \$0.9 million), unitholders' distribution payable \$15.1 million (2007: \$27.9 million) and net assets attributable to unitholders \$452.5 million (2007: \$683.7 million). Platinum International Brands Fund has sufficient funds to cover its operating liabilities as the value of assets realisable in one year or less is \$468.2 million (2007: \$713.9 million).

For Platinum International Health Care Fund at 30 June 2008, the contractual maturity for amounts payable within 3 months for accrued expenses is \$0.02 million (2007: \$0.03 million), unitholders' distribution payable \$0.8 million (2007: \$0.9 million) and net assets attributable to unitholders \$15.2 million (2007: \$23.6 million). Platinum International Health Care Fund has sufficient funds to cover its operating liabilities as the value of assets realisable in one year or less is \$16.1 million (2007: \$24.4 million).

For Platinum International Technology Fund at 30 June 2008, the contractual maturity for amounts payable within 3 months for unsettled trades is \$0.8 million (2007: \$nil), accrued expenses \$0.05 million (2007: \$0.08 million), unitholders' distribution payable \$1.6 million (2007: \$2.9 million) and net assets attributable to unitholders \$39.2 million (2007: \$63.5 million). Platinum International Technology Fund has sufficient funds to cover its operating liabilities as the value of assets realisable in one year or less is \$41.2 million (2007: \$66.4 million).

Platinum International Fund
Platinum Unhedged Fund
Platinum Asia Fund
Platinum European Fund
Platinum Japan Fund
Platinum International Brands Fund
Platinum International Health Care Fund
Platinum International Technology Fund

Notes to the Financial Statements

For the year ended 30 June 2008 (cont)

Note 9 Financial Risk Management (cont)

The amounts below represent the contractual maturity of derivative outflows.

For Platinum International Fund at 30 June 2008, contractual maturity for settlement of derivative contracts is \$nil (2007: \$3.3 million) for amounts payable within 1 month, \$nil (2007: \$8.4 million) for amounts payable greater than 1 month but less than 3 months, \$1.2 million (2007: \$9.3 million) for amounts payable greater than 3 months but less than 12 months and \$nil (2007: \$1.2 million) for amounts payable greater than 1 year but less than 5 years.

For Platinum Asia Fund at 30 June 2008, contractual maturity for settlement of derivative contracts is \$nil (2007: \$3.2 million) for amounts payable within 1 month, \$0.6 million (2007: \$1.7 million) for amounts payable greater than 3 months but less than 12 months and \$0.1 million (2007: \$nil) for amounts payable greater than 1 year but less than 5 years.

For Platinum European Fund at 30 June 2008, contractual maturity for settlement of derivative contracts is \$nil (2007: \$1.3 million) for amounts payable greater than 1 month but less than 3 months and \$0.05 million (2007: \$nil) for amounts payable greater than 3 months but less than 12 months.

For Platinum International Brands Fund at 30 June 2008, contractual maturity for settlement of derivative contracts is \$nil (2007: \$0.4 million) for amounts payable within 1 month, and \$nil million (2007: \$0.3 million) for amounts payable greater than 1 year but less than 5 years.

For Platinum International Health Care Fund at 30 June 2008, contractual maturity for settlement of derivative contracts is \$2,075 (2007: \$nil) for amounts payable greater than 3 months but less than 12 months and \$6,911 (2007: \$nil) for amounts payable greater than 1 year but less than 5 years.

For Platinum International Technology Fund at 30 June 2008, contractual maturity for settlement of derivative contracts is \$nil (2007: \$0.3 million) for amounts payable greater than 3 months but less than 12 months.

Investments positions held are more than sufficient to cover outflows on liabilities and are readily convertible to cash if necessary. The risk management guidelines adopted are designed to minimise liquidity risk through:

- ensuring that there is no significant exposure to illiquid or thinly traded financial instruments; and
- applying limits to ensure there is no concentration of liquidity risk to a particular counterparty or market.

Platinum International Fund
Platinum Unhedged Fund
Platinum Asia Fund
Platinum European Fund
Platinum Japan Fund
Platinum International Brands Fund
Platinum International Health Care Fund
Platinum International Technology Fund

Notes to the Financial Statements

For the year ended 30 June 2008 (cont)

Note 9 Financial Risk Management (cont)

The registered schemes prepare daily cash forecasts and maintain sufficient cash to meet normal operating requirements. The registered schemes have a policy of not borrowing money, other than on a short term basis for settlement, trading and like purposes.

(f) Fair Value Estimation

Please refer to Note 1(c).

(g) Capital Risk Management

The responsible entity manages the registered schemes' net assets attributable to unitholders as capital, notwithstanding net assets attributable to unitholders are classified as a liability. The amount of net assets attributable to unitholders can change on a daily basis as the registered schemes are subject to daily applications and redemptions at the discretion of unitholders.

The responsible entity is required to hold an Australian Financial Services License (AFSL). As a holder of an AFSL, the Australian Securities and Investment Commission (ASIC) requires the responsible entity to:

- hold at least \$5 million Net Tangible Assets in respect of its managed investments and custody services provided to the registered schemes;
- have Adjusted Surplus Liquid Funds ("ASLF") of:
 - \$50,000; plus
 - 5% of adjusted liabilities between \$1 million and \$100 million; plus
 - 0.5% of adjusted liabilities for any amount of adjusted liabilities exceeding \$100 million,up to a maximum ASLF of \$100 million.
- have at least \$50,000 in Surplus Liquid Funds ("SLF") (i.e. its own funds in liquid form).

The responsible entity has complied with all externally imposed requirements to hold an AFSL during the financial year.

Platinum International Fund
Platinum Unhedged Fund
Platinum Asia Fund
Platinum European Fund
Platinum Japan Fund
Platinum International Brands Fund
Platinum International Health Care Fund
Platinum International Technology Fund

Notes to the Financial Statements

For the year ended 30 June 2008 (cont)

Note 10 Key Management Personnel Disclosure

AASB 124 *Related Party Disclosures* defines key management personnel as “persons having authority and responsibility for planning, directing and controlling activities of the entity”. The only employees that have this authority and responsibility are the Directors of Platinum Investment Management Limited.

Directors

The following persons were Directors of Platinum Investment Management Limited during the whole of the financial year and up to the date of this report:

K Neilson
A Clifford
M Halstead

There are no other key management personnel within Platinum Asset Management.

Key management personnel compensation

The Directors (K Neilson, A Clifford and M Halstead) are all employees of Platinum Investment Management Limited, and are not compensated by the registered schemes. AASB 124 requires compensation provided by the registered schemes or on behalf of the registered schemes to be disclosed. Platinum Investment Management Limited is a related party of the three Directors, because the Directors are also Directors of Platinum Investment Management Limited which provides investment management services to the registered schemes. A portion of the compensation paid by Platinum Investment Management Limited to its employees is in relation to managing the affairs of the registered schemes. Platinum Investment Management Limited has not made any determination as to what proportion of its employees’ compensation relates to the registered schemes. Platinum Investment Management Limited paid: K Neilson a salary of \$313,132 (2007: \$207,575) and superannuation of \$99,997 (2007: \$105,111); A Clifford a salary of \$313,130 (2007:\$220,302), superannuation of \$49,999 (2007: \$42,384) and non-monetary benefits of \$nil (2007: \$3,415); M Halstead a salary of \$313,130 (2007: \$250,000) and superannuation of \$49,999 (2007: \$12,686).

Platinum International Fund
Platinum Unhedged Fund
Platinum Asia Fund
Platinum European Fund
Platinum Japan Fund
Platinum International Brands Fund
Platinum International Health Care Fund
Platinum International Technology Fund

Notes to the Financial Statements

For the year ended 30 June 2008 (cont)

Note 10 Key Management Personnel Disclosure (cont)

Ownership interest disclosure relating to key management personnel and their related parties

All related party transactions are conducted on normal commercial terms and conditions.

Units held during the year by the key management personnel are:

K Neilson

Platinum International Fund – units held at 1 July 2007: 15,519,747.41 (1 July 2006: 11,706,252.84), units acquired during the year: 7,453,457.79 (2006/07: 16,053,901.07), units disposed of during the year: nil (2006/07: 12,240,406.50), units held at 30 June 2008: 22,973,205.20 (30 June 2007: 15,519,747.41). Platinum Unhedged Fund – units held at 1 July 2007: 4,054,807.27 (1 July 2006: 2,824,583.31), units acquired during the year: 26,164,118.40 (2006/07: 15,637,678.26), units disposed of during the year: 12,727,052.38 (2006/07: 14,407,454.30), units held at 30 June 2008: 17,491,873.29 (30 June 2007: 4,054,807.27). Platinum Asia Fund – units held at 1 July 2007: 7,734,699.91 (1 July 2006: 2,848,055.65), units acquired during the year: 8,332,587.98 (2006/07: 9,970,679.38), units disposed of during the year: nil (2006/07: 5,084,035.12), units held at 30 June 2008: 16,067,287.89 (30 June 2007: 7,734,699.91). Platinum European Fund – units held at 1 July 2007: 3,301,420.33 (1 July 2006: 2,973,758.48), units acquired during the year: 98,346.44 (2006/07: 1,699,471.38), units disposed of during the year: nil (2006/07: 1,371,809.53), units held at 30 June 2008: 3,399,766.77 (30 June 2007: 3,301,420.33). Platinum Japan Fund – units held at 1 July 2007: 6,561,378.62 (1 July 2006: 6,248,282.09), units acquired during the year: 3,256,584.27 (2006/07: 6,917,338.36), units disposed of during the year: nil (2006/07: 6,604,241.83), units held at 30 June 2008: 9,817,962.89 (30 June 2007: 6,561,378.62). Platinum International Brands Fund – units held at 1 July 2007: 915,731.58 (1 July 2006: 875,338.32), units acquired during the year: 40,756.71 (2006/07: 776,372.18), units disposed of during the year: nil (2006/07: 735,978.92), units held at 30 June 2008: 956,488.29 (30 June 2007: 915,731.58). Platinum International Health Care Fund – units held at 1 July 2007: 6,386,030.00 (1 July 2006: 2,116,074.18), units acquired during the year: 394,828.39 (2006/07: 12,394,891.29), units disposed of during the year: nil (2006/07: 8,124,935.47), units held at 30 June 2008: 6,780,858.39 (30 June 2007: 6,386,030.00). Platinum International Technology Fund – units held at 1 July 2007: 1,135,998.51 (1 July 2006: 1,081,160.69), units acquired during the year: 4,979,450.60 (2006/07: 973,202.24), units disposed of during the year: nil (2006/07: 918,364.42), units held at 30 June 2008: 6,115,449.11 (30 June 2007: 1,135,998.51).

Platinum International Fund
Platinum Unhedged Fund
Platinum Asia Fund
Platinum European Fund
Platinum Japan Fund
Platinum International Brands Fund
Platinum International Health Care Fund
Platinum International Technology Fund

Notes to the Financial Statements

For the year ended 30 June 2008 (cont)

Note 10 Key Management Personnel Disclosure (cont)

Ownership interest disclosure relating to key management personnel and their related parties (cont)

A Clifford

Platinum International Fund – units held at 1 July 2007: nil (1 July 2006: nil), units acquired during the year: 447,853.11 (2006/07: nil), units disposed of during the year: nil (2006/07: nil), 447,853.11 units held at 30 June 2008: (30 June 2007: nil). Platinum Unhedged Fund – units held at 1 July 2007: nil (1 July 2006: nil), units acquired during the year: 12,727,052.38 (2006/07: 12,036,599.77), units disposed of during the year: 12,727,052.38 (2006/07: 12,036,599.77), units held at 30 June 2008: nil (30 June 2007: nil). Platinum Asia Fund – units held at 1 July 2007: 276,403.25 (1 July 2006: 248,175.91), units acquired during the year: 51,283.06 (2006/07: 276,403.25), units disposed of during the year: nil (2006/07: 248,175.91), units held at 30 June 2008: 327,686.31 (30 June 2007: 276,403.25). Platinum European Fund – units held at 1 July 2007: nil (1 July 2006: nil), units acquired during the year: 4,649.41 (2006/07: nil), units disposed of during the year: nil (2006/07: nil), 4,649.41 units held at 30 June 2008: (30 June 2007: nil). Platinum Japan Fund – units held at 1 July 2007: 1,062,002.43 (1 July 2006: 1,016,746.41), units acquired during the year: 4,684.06 (2006/07: 2,309,371.42), units disposed of during the year: nil (2006/07: 2,264,115.40) units held at 30 June 2008: 1,066,686.49 (30 June 2007: 1,062,002.43). Platinum International Brands Fund – units held at 1 July 2007: nil (1 July 2006: nil), units acquired during the year: 5,015.34 (2006/07: nil), units disposed of during the year: nil (2006/07: nil), 5,015.34 units held at 30 June 2008: (30 June 2007: nil). Platinum International Health Care Fund – units held at 1 July 2007: nil (1 July 2006: nil), units acquired during the year: 10,071.29 (2006/07: 1,984,939.85), units disposed of during the year: nil (2006/07: 1,984,939.85), units held at 30 June 2008: 10,071.29 (30 June 2007: nil). Platinum International Technology Fund – units held at 1 July 2007: 87,579.25 (1 July 2006: 83,794.20), units acquired during the year: 316,528.21 (2006/07: 87,579.25), units disposed of during the year: nil (2006/07: 83,794.20), units held at 30 June 2008: 404,107.46 (30 June 2007: 87,579.25).

M Halstead

Platinum International Fund – units held at 1 July 2007: 637,246.45 (1 July 2006: 578,024.07), 826,957.00 units acquired during the year: (2006/07: 59,222.38), units disposed of during the year: nil (2006/07: nil), units held at 30 June 2008: 1,464,203.45 (30 June 2007: 637,246.45). Platinum Unhedged Fund – units held at 1 July 2007: nil (1 July 2006: nil), units acquired during the year: 13,571,853.44 (2006/07: 12,036,599.77), units disposed of during the year: (12,727,052.38) (2006/07: 12,036,599.77), units held at 30 June 2008: 844,801.06 (30 June 2007: nil). Platinum Asia Fund – units held at 1 July 2007: 465,393.64 (1 July 2006: 417,865.89), units acquired during the year: 468,676.06 (2006/07: 47,527.75), units disposed of during the year: nil (2006/07: nil), units held at 30 June 2008: 934,069.70 (30 June 2007: 465,393.64). Platinum European Fund – units held at 1 July 2007: 271,135.78 (1 July 2006: 244,930.25), units acquired during the year: 191,372.48 (2006/07: 26,205.53), units disposed of during the year: nil (2006/07: nil), units held at 30 June 2008: 462,508.26 (30 June 2007: 271,135.78). Platinum Japan Fund – units held at 1 July 2007: 574,152.83 (1 July 2006: 549,685.96), units acquired during the year: 190,324.75 (2006/07: 1,271,835.86), units disposed of during the year: nil (2006/07: 1,247,368.99), units held at 30 June 2008: 764,477.58 (30 June 2007: 574,152.83). Platinum International Brands Fund – units held at 1 July 2007: 326,649.81 (1 July 2006: 313,882.50), units acquired during the year: 15,912.31 (2006/07: 12,767.31), units disposed of during the year: nil (2006/07: nil), units held at 30 June 2008: 342,562.12 (30 June 2007: 326,649.81). Platinum International Health Care Fund – units held at 1 July 2007: nil (1 July 2006: nil), units acquired during the year: 10,071.29 (2006/07: 1,984,939.85), units disposed of during the year: nil (2006/07: 1,984,939.85), units held at 30 June 2008: 10,071.29 (30 June 2007: nil). Platinum International Technology Fund – units held at 1 July 2007: nil (1 July 2006: nil), units acquired during the year: 313,054.92 (2006/07: nil), units disposed of during the year: nil (2006/07: nil), units held at 30 June 2008: 313,054.92 (30 June 2007: nil).

Platinum International Fund
 Platinum Unhedged Fund
 Platinum Asia Fund
 Platinum European Fund
 Platinum Japan Fund
 Platinum International Brands Fund
 Platinum International Health Care Fund
 Platinum International Technology Fund

Notes to the Financial Statements

For the year ended 30 June 2008 (cont)

Note 10 Key Management Personnel Disclosure (cont)

Service Agreements

The Directors do not have service agreements, as they are employees of Platinum Investment Management Limited.

Related parties

Disclosures relating to management fees payable to Platinum Investment Management Limited, a related party are set out in note 11.

Two of the Directors, Messrs Neilson and Halstead, are also Directors of Platinum Asset Management Limited (listed holding company of Platinum Investment Management Limited). The remuneration paid by Platinum Investment Management Limited to these Directors has been disclosed above. Platinum Investment Management Limited has not made any determination as to what proportion of the Directors compensation relates to Platinum Asset Management Limited.

Note 11 Related Parties

Responsible Entity

Platinum Investment Management Limited ABN 25 063 565 006 AFSL 221935 is the responsible entity of the registered schemes.

Responsible Entity's and Manager's Fees

	International Fund		Unhedged Fund		Asia Fund		European Fund		Japan Fund		International Brands Fund		International Health Care Fund		International Technology Fund	
	2008	2007	2008	2007	2008	2007	2008	2007	2008	2007	2008	2007	2008	2007	2008	2007
Fees for the year paid by the registered schemes to the responsible entity	122,445,413	127,408,454	770,056	76,458	43,065,757	32,366,353	4,522,053	4,877,568	9,247,436	14,453,456	8,496,970	8,730,551	289,932	385,378	802,722	924,151
Aggregate amounts payable to responsible entity at reporting date	9,207,200	11,156,362	57,827	33,315	3,444,917	3,266,318	302,588	460,752	608,713	1,022,877	586,593	818,377	16,422	24,950	48,716	76,662

Platinum International Fund
Platinum Unhedged Fund
Platinum Asia Fund
Platinum European Fund
Platinum Japan Fund
Platinum International Brands Fund
Platinum International Health Care Fund
Platinum International Technology Fund

Notes to the Financial Statements

For the year ended 30 June 2008 (cont)

Note 12 Segment Information

Business segment

The registered schemes operate solely in the business of investment management within Australia.

Geographical exposures

While the registered schemes operate from Australia only (the geographical segment), they have investment exposures in different countries. The geographic locations of those exposures are outlined below.

International Fund	Japan \$'000	Asia Ex Japan \$'000	Euro Europe \$'000	Other Europe \$'000	North America \$'000	South America \$'000	Africa \$'000	Australia \$'000	Total \$'000
2008									
Segment Revenue	(589,959)	(121,507)	(394,494)	(125,404)	(174,810)	5,492	(16,111)	98,386	(1,318,407)
Segment Result	(595,457)	(126,685)	(404,386)	(126,410)	(183,479)	5,478	(16,174)	(30,862)	(1,477,975)
Segment Assets	1,697,489	1,386,711	1,589,995	127,388	2,382,660	6,342	28,994	158,447	7,378,026
Segment Liabilities	-	2,233	450	-	(6,740)	-	-	515,359	511,302
2007									
Segment Revenue	(270,435)	209,765	172,964	63,584	593,474	43	-	(53,945)	715,450
Segment Result	(266,788)	203,130	165,039	61,617	578,652	42	-	(187,177)	554,515
Segment Assets	2,415,601	1,885,287	1,859,486	301,651	3,195,182	378	42,525	60,281	9,760,391
Segment Liabilities	-	5,837	451	-	(1,952)	-	-	921,941	926,277
Unhedged Fund									
2008									
Segment Revenue	(1,840)	198	(2,182)	(915)	(4,394)	-	-	1,344	(7,789)
Segment Result	(1,882)	135	(2,230)	(925)	(4,510)	-	-	506	(8,906)
Segment Assets	11,261	14,996	6,703	926	17,272	-	-	4,334	55,492
Segment Liabilities	137	114	-	-	-	-	-	6,172	6,423
2007									
Segment Revenue	(538)	616	491	343	1,100	-	-	(19)	1,993
Segment Result	(525)	596	468	331	1,056	-	-	(100)	1,826
Segment Assets	7,444	7,463	3,174	1,163	11,559	-	-	4,874	35,677
Segment Liabilities	648	95	-	-	423	-	-	8,268	9,434

Platinum International Fund
 Platinum Unhedged Fund
 Platinum Asia Fund
 Platinum European Fund
 Platinum Japan Fund
 Platinum International Brands Fund
 Platinum International Health Care Fund
 Platinum International Technology Fund

Notes to the Financial Statements

For the year ended 30 June 2008 (cont)

Note 12 Segment Information (cont)

Asia Fund	Asia Ex Japan \$'000	Euro Europe \$'000	Other Europe \$'000	North America \$'000	South America \$'000	Australia \$'000	Total \$'000
2008							
Segment Revenue	(392,474)	-	-	89,197	-	13,229	(290,048)
Segment Result	(401,361)	-	-	89,116	-	(33,300)	(345,545)
Segment Assets	2,527,383	-	-	42,760	-	196,706	2,766,849
Segment Liabilities	(16)	-	-	16	-	406,723	406,723
2007							
Segment Revenue	626,352	-	-	71,735	-	8,418	706,505
Segment Result	617,256	-	-	70,906	-	(26,355)	661,807
Segment Assets	2,608,284	-	-	115,953	-	147,152	2,871,389
Segment Liabilities	40	-	-	-	-	296,444	296,484
European Fund							
2008							
Segment Revenue	-	(72,512)	(9,811)	(1,126)	-	529	(82,920)
Segment Result	-	(74,148)	(9,990)	(1,141)	-	(4,319)	(89,598)
Segment Assets	-	214,972	27,512	3,229	-	94	245,807
Segment Liabilities	-	5,525	(616)	-	-	6,271	11,180
2007							
Segment Revenue	-	47,728	14,506	(290)	(29)	2,033	63,948
Segment Result	-	46,519	14,315	(287)	(32)	(3,220)	57,295
Segment Assets	-	314,046	51,807	5,625	-	38,287	409,765
Segment Liabilities	-	-	-	-	-	40,140	40,140

Platinum International Fund
 Platinum Unhedged Fund
 Platinum Asia Fund
 Platinum European Fund
 Platinum Japan Fund
 Platinum International Brands Fund
 Platinum International Health Care Fund
 Platinum International Technology Fund

Notes to the Financial Statements

For the year ended 30 June 2008 (cont)

Note 12 Segment Information (cont)

Japan Fund	Japan \$'000	Asia Ex Japan \$'000	Euro Europe \$'000	Other Europe \$'000	North America \$'000	South America \$'000	Australia \$'000	Total \$'000
2008								
Segment Revenue	(155,001)	(990)	-	-	(1,290)	-	342	(156,939)
Segment Result	(156,870)	(1,060)	-	-	(1,321)	-	(9,572)	(168,823)
Segment Assets	455,162	21,352	-	-	10,875	-	216	487,605
Segment Liabilities	3,511	-	-	-	-	-	653	4,164
2007								
Segment Revenue	(85,565)	3,120	-	-	(1,158)	-	2,418	(81,185)
Segment Result	(88,681)	2,586	-	-	(1,191)	-	(13,012)	(100,298)
Segment Assets	856,869	1,868	-	-	(106)	-	2,722	861,353
Segment Liabilities	11,677	-	-	-	-	-	37,349	49,026
International Brands Fund								
2008								
Segment Revenue	(34,191)	(27,841)	(29,604)	(13,091)	(10,276)	(4,003)	274	(118,732)
Segment Result	(34,603)	(28,362)	(30,810)	(13,177)	(10,438)	(4,038)	(8,835)	(130,263)
Segment Assets	98,999	103,136	190,280	29,420	36,264	9,992	116	468,207
Segment Liabilities	-	-	-	-	-	-	15,714	15,714
2007								
Segment Revenue	(21,901)	39,309	21,273	9,498	14,234	431	4,363	67,207
Segment Result	(21,630)	38,377	20,306	9,282	13,958	423	(5,075)	55,641
Segment Assets	171,053	193,727	199,025	55,917	58,389	11,494	24,052	713,657
Segment Liabilities	-	253	557	433	-	-	28,731	29,974

Platinum International Fund
 Platinum Unhedged Fund
 Platinum Asia Fund
 Platinum European Fund
 Platinum Japan Fund
 Platinum International Brands Fund
 Platinum International Health Care Fund
 Platinum International Technology Fund

Notes to the Financial Statements

For the year ended 30 June 2008 (cont)

Note 12 Segment Information (cont)

International Health Care Fund	Japan \$'000	Asia Ex Japan \$'000	Euro Europe \$'000	Other Europe \$'000	North America \$'000	South America \$'000	Africa \$'000	Australia \$'000	Total \$'000
2008									
Segment Revenue	124	126	(759)	(895)	(820)	(96)	-	1	(2,319)
Segment Result	120	125	(770)	(906)	(867)	(96)	-	(310)	(2,704)
Segment Assets	1,455	283	2,449	2,331	9,245	156	-	143	16,062
Segment Liabilities	-	-	-	-	-	-	-	832	832
2007									
Segment Revenue	(1,799)	383	312	376	944	95	-	162	473
Segment Result	(1,556)	330	267	319	805	82	-	(273)	(26)
Segment Assets	1,376	606	2,036	4,095	15,747	438	-	174	24,472
Segment Liabilities	-	-	-	-	-	-	-	914	914
International Technology Fund									
2008									
Segment Revenue	(2,192)	(3,568)	(2,882)	(1,806)	(151)	-	114	112	(10,373)
Segment Result	(2,225)	(3,611)	(2,921)	(1,816)	(195)	-	113	(751)	(11,406)
Segment Assets	8,451	12,977	5,855	631	12,326	-	386	997	41,623
Segment Liabilities	-	-	771	-	2	-	-	1,611	2,384
2007									
Segment Revenue	(1,221)	1,834	838	102	2,675	-	-	474	4,702
Segment Result	(1,197)	1,751	792	89	2,598	-	-	(530)	3,503
Segment Assets	10,348	23,128	7,244	3,493	18,666	-	-	3,544	66,423
Segment Liabilities	-	-	-	-	-	-	-	2,953	2,953

Platinum International Fund
 Platinum Unhedged Fund
 Platinum Asia Fund
 Platinum European Fund
 Platinum Japan Fund
 Platinum International Brands Fund
 Platinum International Health Care Fund
 Platinum International Technology Fund

Notes to the Financial Statements

For the year ended 30 June 2008 (cont)

Note 13 Reconciliation of Net Profit/(Loss) to Net Cash Inflow from Operating Activities

(a) Reconciliation of Cash

For the purposes of the Cash Flow Statements, cash includes deposits at call and cash at bank. Cash at the end of the period, as shown in the Cash Flow Statements, is reconciled to the related items in the Balance Sheets as follows:

	International Fund		Unhedged Fund		Asia Fund		European Fund		Japan Fund		International Brands Fund		International Health Care Fund		International Technology Fund	
	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000
Cash and cash equivalents	1,149,727	1,078,636	5,470	4,194	747,874	321,011	16,106	56,702	63,536	4,459	89,971	41,911	3,168	2,877	9,414	7,944

The registered schemes maintain bank accounts at various locations throughout the world to enable the settlement of purchases and sales of investments and to conduct other normal banking transactions. All accounts are at call and the majority bear floating interest rates in the range of 0.20% to 0.85%. Information in relation to the registered schemes' exposure to interest rate risk is provided in Note 9.

(b) Non Cash Financing Activities

	International Fund		Unhedged Fund		Asia Fund		European Fund		Japan Fund		International Brands Fund		International Health Care Fund		International Technology Fund	
	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000
During the year, the following distribution payments were reinvested in additional units	174,202	315,204	225	892	176,754	133,130	2,192	14,635	-	18,702	3,970	8,063	605	645	815	1,245

Platinum International Fund
Platinum Unhedged Fund
Platinum Asia Fund
Platinum European Fund
Platinum Japan Fund
Platinum International Brands Fund
Platinum International Health Care Fund
Platinum International Technology Fund

Notes to the Financial Statements

For the year ended 30 June 2008 (cont)

Note 13 Reconciliation of Net Profit/(Loss) to Net Cash Inflow from Operating Activities (cont)

(c) Reconciliation of Net Cash from Operating Activities to Operating Profit

	International Fund		Unhedged Fund		Asia Fund		European Fund		Japan Fund		International Brands Fund		International Health Care Fund		International Technology Fund	
	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000
Net operating profit/(loss)	(1,477,975)	554,515	(8,906)	1,826	(345,545)	661,807	(89,598)	57,295	(168,823)	(100,298)	(130,263)	55,641	(2,704)	(26)	(11,406)	3,503
Unrealised movements on investments	2,054,970	(137,934)	9,127	(259)	723,430	(448,009)	98,675	(32,471)	30,188	120,043	148,820	(35,821)	3,188	825	11,552	(313)
(Increase)/decrease in investments	344,930	(1,307,654)	(27,722)	(22,704)	(210,535)	(612,798)	24,475	(61,370)	368,939	17,142	144,846	(256,723)	5,517	(3,268)	14,145	(18,969)
(Increase)/decrease in settlements receivable	52,178	(58,145)	117	(360)	16,329	(16,252)	(45)	-	33,882	(38,082)	-	(17)	-	-	-	-
Increase/(decrease) in settlements payable	(8,393)	2,924	(915)	1,166	(40)	(2,814)	4,908	(2,044)	(8,166)	11,029	(1,243)	(378)	-	(112)	772	(14)
(Increase)/decrease in exchange rates	74,018	112,758	(116)	71	32,485	26,315	1,261	773	2,606	8,265	3,647	(1,399)	360	152	938	912
(Increase)/decrease in dividends receivable	(1,360)	252	(55)	(25)	1,614	(4,304)	51	15	(204)	51	(442)	(30)	(6)	5	544	(549)
(Increase)/decrease in interest receivable	718	189	(2)	(13)	179	365	188	(50)	(37)	234	209	266	1	6	26	5
Increase/(decrease) in accrued expenses	(2,047)	1,568	28	35	192	1,294	(169)	132	(444)	(175)	(248)	245	(10)	2	(29)	10
(Increase)/decrease in other receivables	2,020	(3,456)	(4)	(3)	386	(63)	18	(12)	57	23	77	(20)	1	-	3	(1)
Net Cash Flows from operating activities	1,039,059	(834,983)	(28,448)	(20,266)	218,495	(394,459)	39,764	(37,732)	257,998	18,232	165,403	(238,236)	6,347	(2,416)	16,545	(15,416)

Platinum International Fund
Platinum Unhedged Fund
Platinum Asia Fund
Platinum European Fund
Platinum Japan Fund
Platinum International Brands Fund
Platinum International Health Care Fund
Platinum International Technology Fund

Notes to the Financial Statements

For the year ended 30 June 2008 (cont)

Note 14 Events Occurring after the Reporting Date

No significant events have occurred since balance date which would impact the financial position of the registered schemes as at 30 June 2008 and the results of the year ended on that date.

Note 15 Contingent Assets, Liabilities and Commitments

The registered schemes have no contingent assets, liabilities or commitments.

Platinum International Fund
Platinum Unhedged Fund
Platinum Asia Fund
Platinum European Fund
Platinum Japan Fund
Platinum International Brands Fund
Platinum International Health Care Fund
Platinum International Technology Fund

Statement of Net Asset Value

Reconciliation of Net Asset Value before unitholders' liability in accordance with AIFRS to the Redemption Value*.

	International Fund		Unhedged Fund		Asia Fund		European Fund		Japan Fund		International Brands Fund		International Health Care Fund		International Technology Fund	
	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000	2008 \$'000	2007 \$'000
Net assets attributable to unitholders per balance sheet	6,866,724	8,834,114	49,069	26,243	2,360,126	2,574,905	234,627	369,625	483,441	812,327	452,493	683,683	15,230	23,558	39,239	63,470
Add:																
Distributions paid and payable to unitholders	501,330	905,865	402	1,505	403,031	292,944	5,947	39,646	-	36,252	15,085	27,854	815	887	1,559	2,871
Less:																
Redemption cost of financial assets**	(18,473)	(24,368)	(124)	(70)	(6,931)	(7,171)	(603)	(1,025)	(1,212)	(2,127)	(1,168)	(1,782)	(40)	(61)	(102)	(165)
Difference between "bid" price under AIFRS and last price	21,301	7,323	181	93	9,352	691	548	922	1,436	2,127	(289)	1,131	53	71	77	101
Net Asset Value for redemption purposes	7,370,882	9,722,934	49,528	27,771	2,765,578	2,861,369	240,519	409,168	483,665	848,579	466,121	710,886	16,058	24,455	40,773	66,277
Redemption price	1,5571	2,0470	0,9010	1,1095	2,3660	2,9312	1,7073	2,4824	1,6775	2,2738	1,6477	2,1638	0,9122	1,1016	0,9086	1,1720

* Financial assets are valued at the last sale price with an allowance for transaction costs.

** Depending on the day of the week that the reporting period ends will determine whether the above redemption price will be available for unitholders to sell their holdings.

Platinum International Fund
Platinum Unhedged Fund
Platinum Asia Fund
Platinum European Fund
Platinum Japan Fund
Platinum International Brands Fund
Platinum International Health Care Fund
Platinum International Technology Fund

Directors' Declaration

In the Directors' opinion the financial statements and notes of:

Platinum International Fund
Platinum Unhedged Fund
Platinum Asia Fund
Platinum European Fund
Platinum Japan Fund
Platinum International Brands Fund
Platinum International Health Care Fund
Platinum International Technology Fund (together the 'registered schemes') as set out on pages 6 to 46.

- (a) are in accordance with the *Corporations Act 2001*, including:
 - (i) complying with Accounting Standards, the *Corporations Regulations 2001* and other mandatory professional reporting requirements; and
 - (ii) giving a true and fair view of the financial position of the registered schemes as at 30 June 2008 and of their performance, as represented by the results of their operations, changes in equity and their cash flows, for the financial year ended on that date;
- (b) there are reasonable grounds to believe that the registered schemes will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Directors.

M Halstead
Director

Sydney
18 August 2008

Independent Audit Report to the Unitholders of

Platinum International Fund
Platinum Unhedged Fund
Platinum Asia Fund
Platinum European Fund
Platinum Japan Fund
Platinum International Brands Fund
Platinum International Health Care Fund
Platinum International Technology Fund

Report on the financial report

We have audited the accompanying financial report of Platinum International Fund, Platinum Unhedged Fund, Platinum Asia Fund, Platinum European Fund, Platinum Japan Fund, Platinum International Brands Funds, Platinum International Healthcare Fund and Platinum International Technology Fund (together the “registered schemes”), which comprises the balance sheet as at 30 June 2008, and the income statement, statement of changes in equity and cash flow statement for the year ended on that date, a summary of significant accounting policies, other explanatory notes and the directors’ declaration.

Directors’ responsibility for the financial report

The directors of Platinum Investment Management Limited (“the responsible entity”) are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001*. This responsibility includes establishing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances. In Note 1, the directors also state, in accordance with Accounting Standard AASB 101 *Presentation of Financial Statements*, that compliance with the Australian equivalents to International Financial Reporting Standards ensures that the financial report, comprising the financial statements and notes, complies with International Financial Reporting Standards.

Auditor’s responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor’s judgement, including the assessment of the risks of material misstatement of the financial report whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity’s preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity’s internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

Our procedures include reading the other information in the Financial Report to determine whether it contains any material inconsistencies with the financial statements.

For further explanation of an audit, visit our website <http://www.pwc.com/au/financialstatementaudit>.

Audit opinion (cont)

Our audit did not involve an analysis of the prudence of business decisions made by directors or management.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Matters relating to the electronic presentation of the audited financial report

This audit report relates to the financial report and of the registered schemes for the financial year ended 30 June 2008 included on the Platinum Asset Management web site. The registered scheme's directors are responsible for the integrity of the Platinum Asset Management web site. We have not been engaged to report on the integrity of this web site. The audit report refers only to the financial report identified above. It does not provide an opinion on any other information which may have been hyperlinked to/from the financial report. If users of this report are concerned with the inherent risks arising from electronic data communications they are advised to refer to the hard copy of the audited financial report to confirm the information included in the audited financial report presented on this web site.

Independence

In conducting our audit, we have complied with the independence requirements of the *Corporations Act 2001*.

Auditor's opinion of the financial report

In our opinion the financial report of the registered schemes is in accordance with the *Corporation Act 2001*, including:

- (i) giving a true and fair view of the registered scheme's financial position as at 30 June 2008 and of their performance for the year ended on that date; and
- (ii) complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Regulations 2001*.

PricewaterhouseCoopers

A J Wilson
Partner

Sydney
18 August 2008