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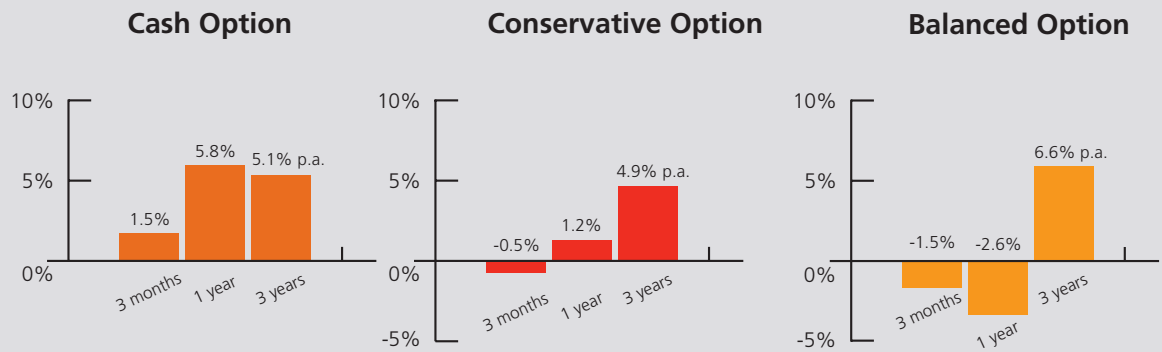
Superannuation Update

September 2008

Credited Interest Rates (CIRs) – periods to 30 June 2008

Note:

The Credited Interest Rates shown in these graphics are the actual rates credited. CIRs can go up or down. Past performance may not be a reliable indicator of future performance. These rates do not apply to Division 9 members – see the table on the right.



02

QSP Investment Performance

The net investment performance for the periods to 30 June 2008 for the entire Plan were:

- -1.8% for the quarter;
- -5.9% for the 12 months;
- 7.9% p.a. for 3 years;
- 10.4% p.a. for 5 years.

The performance of the Plan's asset sectors (before tax) were:

Asset Class Returns (periods to 30 June 2008)

Asset Class	Quarter	1 Year	3 Years (p.a.)	5 Years (p.a.)
Australian Equities	-5.6%	-17.3%	10.9%	16.7%
Overseas Equities	-4.8%	-17.3%	6.2%	8.2%
Listed Property	-8.7%	-21.9%	3.8%	8.9%
Direct Property	2.0%	17.3%	16.4%	13.8%
Private Capital	-3.2%	22.9%	20.1%	19.9%
Hedge Funds	2.7%	-5.9%	3.6%	n.a.
High Yield and Emerging Market Debt	2.6%	-0.7%	5.3%	n.a.
Australian Fixed Interest	0.8%	2.6%	3.4%	4.1%
Australian Indexed Bonds	0.8%	11.0%	6.1%	5.7%
International Fixed Interest	-1.0%	7.7%	4.2%	5.8%
Cash	1.8%	7.0%	6.2%	5.6%

n.a. not applicable

Investment overview

Equity market investments performed very poorly over the 2007/08 financial year, particularly in the second half. Over the 12 months the index investment return for Australian equities was -13.7% and -17.1% for (hedged) overseas equities.

This year's result, however, follows a sustained period of strong investment performance in these markets. The annualised investment returns over the last 5 years were +16.2% p.a. and +6.9% pa for Australian and overseas equities, respectively.

As a result of the negative returns over 2007/08 the Balanced, Growth and Aggressive MIC Options delivered negative Credited Interest Rates for the year as shown above.

It should be noted, however, that when measured over the relevant longer periods, the Plan continues to deliver investment returns in line with its long term expectations. In particular:

- All investment options are meeting their investment return objectives, especially the Growth option which is the default option for the Plan. They are all also meeting their risk objectives;
- Despite the negative investment return for the year to June 2008, over the last five years the return for the Growth option was 10.4% p.a.;
- On the most recent data the Plan's investment performance has outperformed that of most other superannuation funds; and
- The Plan is still in a healthy financial position.

The CIRs since 1 July 2007 have been:

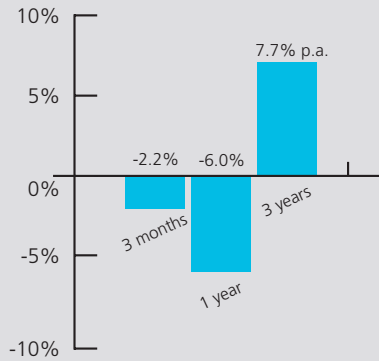
All Divisions except Division 9

Quarter ending	Cash Option	Conservative Option	Balanced Option	Growth Option	Aggressive Option
30 Sep 07	1.35%	1.66%	1.63%	1.36%	1.15%
31 Dec 07	1.39%	0.79%	0.95%	0.87%	0.88%
31 Mar 08	1.43%	-0.81%	-3.64%	-6.00%	-7.71%
30 Jun 08	1.51%	-0.46%	-1.46%	-2.16%	-2.72%
Year to 30 Jun 08	5.80% p.a.	1.17% p.a.	-2.58% p.a.	-5.97% p.a.	-8.39% p.a.

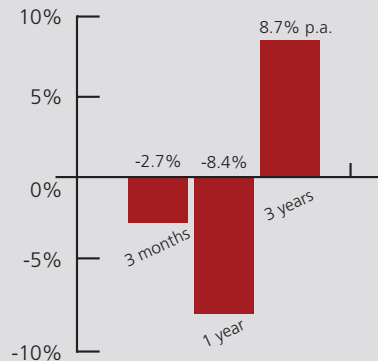
Division 9

Quarter ending	Cash Option	Conservative Option	Balanced Option	Growth Option	Aggressive Option
30 Sep 07	1.61%	1.95%	1.88%	1.54%	1.27%
31 Dec 07	1.69%	0.99%	1.16%	1.05%	1.06%
31 Mar 08	1.69%	-0.80%	-3.96%	-6.60%	-8.52%
30 Jun 08	1.78%	-0.47%	-1.56%	-2.33%	-2.94%
Year to 30 Jun 08	6.94% p.a.	1.66% p.a.	-2.56% p.a.	-6.40% p.a.	-9.13% p.a.

Growth Option



Aggressive Option



Monthly Credited Interest Rates

Following the introduction of monthly investment switching, the Trustee has resolved to also move to monthly Credited Interest Rates (CIRs). This will allow the CIRs to be aligned with the switching frequency.

From 1 July 2008 the CIRs will be declared monthly.

Other than for the change in frequency, the CIRs will be unchanged. In particular:

- There will be no change to the investment strategy for each investment option, although the investment strategies of each investment option will continue to be reviewed from time to time;
- The CIRs will still continue to reflect, as closely as practical, to the actual investment returns of the Plan's assets after tax and expenses;
- The CIRs can be positive or negative in any month; and
- The CIRs will be declared early each month, and will be available on the Plan website (typically in the second week of the month).

Note that Interim CIRs will still be used to credit interest to the accounts of members who leave during a month. Interim CIRs can also be positive or negative.

Since 1 July 2008 the monthly Credited Interest Rates have been:

Month	Cash Option	Conservative Option	Balanced Option	Growth Option	Aggressive Option
July 08	0.59%	0.57%	-0.10%	-0.64%	-1.05%
Aug 08	0.43%	1.73%	1.97%	2.10%	2.16%

For Division 9 the monthly Credited Interest Rates have been:

Month	Cash Option	Conservative Option	Balanced Option	Growth Option	Aggressive Option
July 08	0.69%	0.70%	-0.07%	-0.68%	-1.15%
Aug 08	0.51%	2.00%	2.24%	2.36%	2.42%

Important note

The items in this newsletter have been provided for information only. Any decisions you may make on any of these matters should have regard for your personal circumstances and tax position, and we strongly recommend you seek financial planning advice to assist you making decisions about your options in the Plan.

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Change to Member Directors

Craig Pagden is the new Member Director Group B (Flight Attendants) for QSL.

Following the resignation of Michael Mijatov from the Qantas Superannuation Limited Board on 30 June 2008, an election for the Group B Member Director was held. Voting for this position closed on Thursday 4 September 2008.

The accounting firm PricewaterhouseCoopers was appointed Returning Officer for this election. All counting was conducted in strict accordance with the rules as stated on the ballot papers and the regulations and procedures for the selection and removal of Member Directors.

The Trustee thanks all candidates who participated in the election and members who voted.

The Trustee welcomes Craig Pagden to the Qantas Superannuation Limited Board and would like to thank Michael Mijatov for his contribution.

Deed Amendments

A number of amendments have recently been made to the Trust Deed. These amendments may be viewed from the Plan's website www.qantassuper.com.au and include amendments covering:

- The introduction of Transition to Retirement Pensions;
- Minimum death benefits to apply from 1 July 2008; and
- The use of OTE as the salary basis for minimum legislated superannuation benefits from 1 July 2008.

Member Benefit Statements

Annual member benefit statements for 2008 are being prepared in a new, easy-to-read format, and will be available to members by November. Please note that live benefit quotations may be accessed from the secure Member Area of the Plan's website at any time.

Transition to Retirement Pensions

From 1 December 2008, the Plan will allow members who are eligible to establish a Transition to Retirement Account and to access part of their benefits as a Transition to Retirement Pension.

Information about the new Transition to Retirement Pension (Division 14) is currently being prepared and will be available in late October.

Did you Know?

The Plan's website includes the following interactive tools and information to provide real time information to members:

- On line benefit quotations
- Transactions
- A benefit modeller which allows members to project their Plan benefits under different scenarios