

ORB Technology Limited Performance



The Net Asset Value (NAV) per share fell from \$0.976 to \$0.949 over the quarter to December 2005, a decrease of 2.8%. Despite an encouraging backdrop in technology company share prices generally during the quarter, the Fund was adversely affected by a negative contribution from active management.

The Investment Manager has adopted a cautious approach, since the Fund's launch in October 2003, limiting the net sharemarket exposure of the Fund to the overall rise and fall of sharemarkets. As a result, the Fund has achieved a small loss of 0.1% p.a. compared with the NASDAQ Composite (in Australian dollar terms) that has risen 3.6% p.a. over the same period.

The guarantee for investors on maturity on 26 September 2011 is presently \$1.00, this guaranteed amount may rise in the future, but will not fall. The final future value of the Fund will be the total of the guaranteed amount of at least \$1.00, and the Margin Account at maturity, which is presently valued at \$0.206 per share. The value of the Margin Account will vary over time depending on investment performance and expenses.

TechInvest Outlook

While the first two years of the life of Orb have not delivered strong investment returns, the Investment Manager continues to believe that the knowledge industries of health care, information technology and telecommunications provide an outstanding source of investment opportunity over the life of Orb Technology (see Technology Highlights below). As for the nearer term outlook, the Investment Manager is beginning to see some encouraging signs and is gaining

more confidence in the prospects for these industries. The Investment Manager expects to adopt a higher net exposure in coming months as a result.

The Investment Manager is holding a diversified portfolio of target companies that it expects to outperform market expectations and is relying on a smaller diversified portfolio of short sales to protect the NAV from possible adverse market movements, as well as to seek additional returns from companies that the manager believes have poor prospects compared with market expectations.

NAV history

Date	NAV/Share (A\$)
31 December 2005	0.949
30 September 2005	0.976
30 June 2005	0.992
31 March 2005	0.969
31 December 2004	0.967
30 September 2004	0.953
30 June 2004	1.002
31 March 2004	0.969
31 December 2003	0.925
15 October 2003	0.950

The key factors impacting the NAV of Orb Technology during the quarter are summarised in the following table and are explained in the paragraphs that follow:

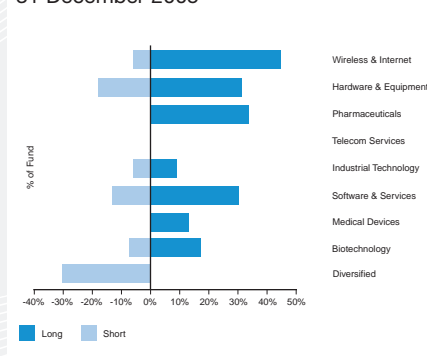
	Movement	Impact in Quarter on NAV
Sharemarket	↑	+
Australian dollar/US dollar	↓	+
Active management of shares, currency and interest rates	N/A	-
Long Term Interest Rates	→	+

The Share price of Orb Technology Limited is published at the end of every month on our website, www.cgil.com.au.

Equity investment

The Investment Manager of Orb Technology, TechInvest, commenced the investment strategy in sharemarkets on 20 October 2003. Since that time the technology-oriented NASDAQ Composite (in Australian dollar terms) has gained 3.6% p.a. The market risk of the portfolio has been managed by establishing market exposure towards the maximum equity portfolio with investments, partially offset by a diversified portfolio of short sales. Share exposure for the fund has been selected from the following sectors: Hardware & Equipment, Software & Services, Wireless & Internet, Telecom Services, Pharmaceuticals, Medical Devices, Biotechnology and Industrial Technology. As at 31 December 2005, the portfolio was tilted towards Wireless & Internet, Pharmaceuticals and Software & Services, with lower weightings in Medical Devices, Hardware & Equipment, Biotechnology and Industrial Technology. Short positions were used to reduce exposure in most industry groups. The fund's exposure to sharemarkets was also reduced by holding index securities (see table below). The maximum equity portfolio available to the Investment Manager has been in the range of 55% to 68% of NAV during the quarter.

ORB Technology Sector exposure as at 31 December 2005



Currency management

The Australian dollar fell by 4.1% over the December quarter. This currency movement caused an increase in the value of offshore investments in the Margin Account. There was no currency hedge in place during the quarter, which would otherwise have offset these gains. The balance of Orb Technology is held in an Australian dollar denominated Fixed Deposit Account. As a result, Orb Technology is exposed to movements in the US dollar to the extent of the size of the US dollar Margin Account, which at 31 December 2005 was 22% of Orb Technology.

Fixed deposit investment

Long-term interest rates were broadly unchanged over the December quarter 2005. As a result, the present value of the Fixed Deposit Account increased marginally in value. While changes in market interest rates will impact the current value of the deposit both positively and negatively over the eight-year life of Orb Technology, the Fixed Deposit Account will accrue to a future value that supports the guarantee and rising guarantee. No interest rate hedge was in place during the December quarter.

Technology highlights

There continues to be exciting changes in the technology industries covered by the Fund. These are the types of developments that give us confidence that we can identify profitable investments for Orb Technology over its life. Some of the highlights we have identified over the past quarter are shown below.

Telecom Services

BT has embarked upon an ambitious, £10 billion (\$17.5 billion) plan to replace its entire network—except for the bits of copper wire at the edges—with a new “21st-century” network based on internet technology. The most visible manifestation of this overhaul, to BT's customers, will be the company's move into television, which can be piped over the new network. BT's set-top boxes will plug into a broadband connection, and will also double as digital terrestrial receivers, so that receiving standard digital broadcasts will be free. Viewers will pay only to watch movies

or catch-up on the previous week's broadcasts streamed on demand over the broadband link. Another area where BT is regarded as a pioneer is “fixed-mobile convergence”—in essence, the ability to use your mobile phone as a cordless telephone within your home or office. Increasing sales from its services and systems-integration divisions which build and manage networks and computer systems for big companies and government departments mean that the traditional consumer-voice business now accounts for just 28% of revenues and revenue growth from BT's “new-wave” divisions—including broadband, Fusion and systems integration—more than offset declining revenue from voice calls. (Economist 8-Dec-05)

Wireless & Internet

New Orleans will deploy a city wide wi-fi network with free public access. Much of the equipment has been donated, but New Orleans will own and operate the network. They are only able to do this while a state of emergency remains in place as technically their planned 512Kbps service violates state law prohibiting municipalities from offering access at speeds in excess of 144Kbps, a restriction the city plans on fighting even though they will eventually outsource the whole operation. (Washington Post 30-Nov-05)

Software & Services

Video games are now being applied in many therapeutic situations. Patients are being treated for drug addiction, eating disorders and phobias such as fear of flying, fear of storms, arachnophobia, claustrophobia and fear of heights by progressively exposing them to virtual environments in a clinical setting. St Stephen's Hospital in Cork uses “London Racer” to reduce anxiety for automobile accident victims; Dr Sung You of Hampton University uses “Snowboarding” and “Sharkbait” to stimulate movements in patients undergoing physical therapy. (Economist 8-Dec-05)

An alert audiophile discovered that Sony's Van Zant album had automatically installed a “rootkit” to hide custom antipiracy software when he played the CD on his computer. Rootkits are widely used by sophisticated crackers to gain control of computers, and are designed to protect a program from

being detected by conventional antivirus programs. According to First 4 Internet, the authors of Sony's software, the rootkit application could create a secret backdoor for hackers. Sony has hastily posted a “patch” program to reveal the rootkit but this may make it more difficult to remove. Other experts determined that the software Sony secretly installs, hides within generic file names and then monitors your activity - in terms of what you type on your keyboard, what e-mails you send, websites you look at, programs you run and what windows you have open on your screen. The program also ‘phones home’ to Sony over the Internet and uploads some of this information about your activity to them, potentially even identifying information such as your name, e-mail address and location on the Internet. Sony BMG is facing a class action suit from Californian consumers who claim the music giant's rootkit DRM technology damaged their computers and breaks three separate Californian laws. Within 24 hours of the discovery of the rootkit, online virus's had been created to use Sony's backdoor and take over users' PC's. (Christian Science Monitor, News.com 9-Nov-05)

Hardware & Equipment

The combination of mobile phones and contactless payment cards can already be seen working in some countries. In Hong Kong, 50,000 phones with integral Octopus payment cards have been sold, while Japan's largest mobile operator, NTT DoCoMo, has sold over 4m “wallet phones” that will be able to double as Suica payment cards. A new standard called “near-field communication”, or NFC, is an attempt to unify the various contactless-card technologies that have been appearing all over the world. An NFC-capable mobile phone can potentially function as an Octopus card in Hong Kong, a Suica ticket in Japan, and an Oyster card in London. Nokia, the world's largest handset-maker and an early backer of NFC along with Sony and Philips, hopes to get the cost of NFC chips below \$5, at which point they would be cheap enough for inclusion in even the most basic handsets. As well as turning your mobile phone into a travel pass and a wallet, NFC could also allow it to function as a ticket to a cinema showing or sporting event, bought in advance via a mobile internet connection. And with access to

offices, homes and schools increasingly controlled using contactless cards, NFC could enable phones to double as pass cards, too. (Economist 8-Dec-05)

The OECD reported that China had surpassed the United States for the first time in exporting information-technology goods, such as computers, mobile phones and related parts. China exported \$180 billion-worth of IT goods in 2004, and is expected to keep its top position when figures are collated for 2005. From \$36 billion in 1996, its world trade in tech goods reached \$329 billion in 2004. China is now the biggest IT exporter to America, having overtaken Japan. It accounts for 27% of all American IT imports (from 10% in 2000), which last year generated a trade surplus of \$34 billion. (Economist 14-Dec-05)

Pharmaceuticals

The World Trade Organisation voted to make permanent a waiver to its rules on intellectual property that allows poor countries to import cheaper, generic versions of patented drugs (the rule has to be ratified by WTO members by late 2007). Under the rule, poorer nations will be allowed to import generic drugs for humanitarian reasons, but not for commercial purposes. (Economist 8-Dec-05)

Biotechnology

According to research done by Dr. Stephen O'Brien of the National Institutes of Health in Washington D.C., a mutation of the CCR5 gene known as "delta 32" which effectively blocks the crucial gateway into human cells the HIV/AIDS virus requires, is also found in Black Death survivor descendants. In order to be immune both parents had to have the delta 32 gene. In 1996, research showed that delta 32 prevents HIV from entering human cells and infecting the body and O'Brien thought this principle could be applied to the plague bacteria, which affects the body in a similar manner. He began studying the parish records of Eyam, a small, isolated English village exposed to the Black Death. To determine whether the Eyam plague survivors may have carried delta 32, O'Brien tested the DNA of their modern-day descendents and found 14% of these had the mutation. The levels of delta 32 found in Eyam were only matched in regions settled by European plague survivors and their descendents. (PBS 29-Oct-05)

Industrial Technology

The Japanese Aerospace Exploration Agency will launch a satellite called Furoshiki on 18 January 2006, which will test the ability of spider-like robots to move along a web in space. The spider bots could potentially build large structures by crawling over a "web" released from a larger spacecraft. The engineers behind the project hope the robots will eventually be used to construct colossal solar panels for satellites that will transmit solar energy back to Earth. The satellites could reflect and concentrate the Sun's rays to a receiving station on Earth or perhaps beam energy down in the form of microwaves. A satellite capable of beaming one billion watts of solar-generated electricity back to Earth would probably need a solar panel with an area of one square kilometre. (New Scientist 14-Dec-05)

ORB INTERNATIONAL
ENHANCED INCOME
(YIELDS) and (YIELDS2)



The Income Plus Strategy is based on Citigroup's proprietary trading model that seeks to offer a high level of income and potential for capital appreciation through exposure to global equity markets. Each year, the Strategy selects a portfolio of 30 high yielding stocks from the Dow Jones Global Titans 50 SM (DJGT) Index. Further yield enhancement is achieved by writing quarterly covered call options on each of the stocks within the Strategy.

The call option overwriting is intended to help the Strategy outperform a direct investment in the underlying portfolio of stocks in all but strong bull market scenarios.

Both the YIELDS and YIELDS2 Investments have exposure to the Income Plus Trading Strategy whilst at the same time guaranteeing the capital value of \$10 if held to their respective maturities.

Income Plus Trading Strategy

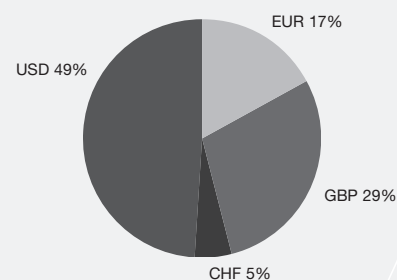
For the quarter ending 30 December 2005, the Strategy Total Return in Australian Dollars was +4.87%. This compares with +3.98% for the AUD

Price return of the Dow Jones Global Titans Index. During October the Income Plus Trading Strategy (IPTS) distributed income of 1.78%.

The Financial Sector (33% of assets invested) positively impacted performance over the quarter as did Healthcare (17% of assets invested) and Technology (4% of assets invested). The Industrial sector (2% of assets invested) and Telecommunications sector (20% of assets invested) negatively affected performance.

The Australian Dollar was weaker over the period. Against the USD it was 2.05% lower over the quarter, 0.37% lower against EUR and 0.41% lower against GBP.

Currency Distribution



Top Ten Holdings

Company	Sector	Currency	Country
Altria Group Inc.	Consumer Noncyclical	USD	US
Barclays	Financial	GBP	UK
HBOS	Financial	GBP	UK
HSBC Holdings	Financial	GBP	UK
ING Groep NV	Financial	EUR	NL
Merck & Co.	Healthcare	USD	US
Royal Bank of Scotland	Financial	GBP	UK
Royal Dutch Shell	Energy	EUR	UK
SBC Communications	Telecommunications	USD	US
Verizon Communications	Telecommunications	USD	US

YIELDS

As at 30 December 2005, the value of YIELDS as traded on the Australian Stock Exchange was up 1.95% for the quarter. The Fair Market Value was up 2.15%. This is largely attributable to the strengthening portfolio value in AUD over the quarter. The allocation to the IPTS remained steady over the quarter at 58%. The Gap Measure stood at 19% as at 30 December 2005.

A distribution of 9.03 cents per YIELDS occurred over the quarter. This payment saw YIELDS trade on an ex-distribution basis on 13 October 2005 and a distribution was paid to holders on 16 November 2005.

Factors impacting the performance of YIELDS:

Appreciation of the AUD v USD since commencement. This has impacted both the value of the dynamic portfolio and the recent distribution. The AUD/USD rate has risen sharply from 0.7025 cents on 30 July 2004 (Issue date) to 0.7335 cents as at 30 December 2005. Over the quarter however the AUD/USD has depreciated from 0.7552 to 0.7335.

Allocation to the Income Plus Trading Strategy. YIELDS has a current allocation of 58% to the IPTS. Two de-leverage events have occurred since issue.

Historically Low Option Volatilities. With global option volatilities currently at low levels, the ability for the IPTS to generate 12% has been adversely impacted.

YIELDS2

YIELDS2 was issued on 6 December 2004 and also invests in the IPTS.

During the 3 months ending 30 December 2005, the value of YIELDS2 as traded on the Australian Stock Exchange was up 2.30%. The Fair Market Value was up 1.94 %. The allocation to the IPTS fell to 76% from 100% on October 11 2005 and the Gap Measure stood at 22% as at 30 December 2005.

A distribution of 12.33 cents per YIELDS2 occurred over the quarter. This payment saw YIELDS2 trade on an ex-distribution basis on 13 October 2005 and a distribution was paid to holders on 16 November 2005.

Factors impacting the performance of YIELDS2:

Historically Low Option Volatilities. With global option volatilities currently at low levels, the ability for the IPTS to generate 12% has been impacted.

Depreciation of the AUD v USD since commencement and over the quarter. This has impacted both the value of

the dynamic portfolio and the recent distribution. The AUD/USD rate has fallen from 0.7729 cents on 6 December 2004 (Issue date) to 0.7335 cents as at 30 December 2005. Over the quarter the AUD/USD has depreciated from 0.7552 to 0.7335.

Allocation to the Income Plus Trading Strategy. YIELDS2 has a current allocation of 76% to the IPTS. A de-leverage event occurred 11 October 2005 where it fell from 100%.

CREDIT SUISSE ORB INVESTMENT TRADED SECURITIES ("ORBITS")



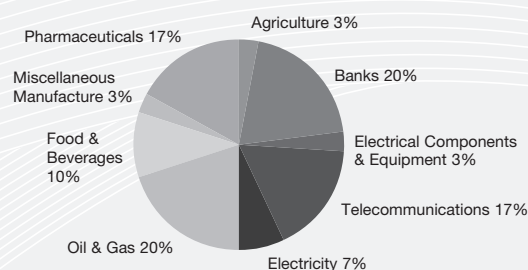
ORBITS have been designed to give a return modelled on a buy-write strategy. The structure provides capped returns (similar to purchasing shares and then selling call options in a buy-write strategy) and minimum coupons (similar to the premium received from selling call options, plus dividends received in a buy-write strategy). The overall strategy provides a capital guaranteed structure with 100% participation in each underlying security in the relevant Reference Portfolio up to the relevant cap level each quarter.

Reference Portfolio

The Reference Portfolio for International Income ORBITS and International Growth ORBITS contains 30 Reference Securities selected from the 100 largest entities globally by market capitalisation.

The only notable change from the initial composition of the Reference Portfolio underlying the International Income ORBITS and International Growth ORBITS is the consolidation of Royal Dutch Petroleum and The "Shell" Transport and Trading Co p.l.c. Due to this consolidation, the Reference Portfolio has been adjusted to replace The "Shell" Transport and Trading Co p.l.c with Royal Dutch Petroleum, such that Royal Dutch Petroleum has a double weighting in the portfolio.

Reference Portfolio by Industry Sector



International Income ORBITS

International Income ORBITS performance price since the Start Date has been stable. The Bid/Offer price since the Start Date has been 0.95/1.00.

The quarterly accrued Coupon in relation to International Income ORBITS as at 21 December 2005 is -0.60%. This is an accrued coupon and is not payable to investors – coupons are paid annually in accordance with the Combined Product Disclosure Statement.

On the Start Date, 21 September 2005, with reference to the AUD 6 Year Swap Rate published by Bloomberg L.P., the Issuer has determined that the Income Percentage Cap per quarter for the Investment Term is 5.00%.

International Growth ORBITS

International Growth ORBITS performance price since the Start Date showed an early decline of 1%, mostly due to Interest Rate movements, but has since been stable. The Bid/Offer price has recently been shown as 0.94/0.99.

The quarterly accrued Bonus Coupon in relation to International Growth ORBITS as at 21 December 2005 is 0.18%. This is an accrued coupon and is not payable to investors – the Bonus Coupon is paid on expiry.

On the Start Date, 21 September 2005, with reference to the AUD 6 Year Swap Rate published by Bloomberg L.P., the Issuer has determined that the Growth Percentage Cap per quarter is 8.00%.

How to contact ORB

**Australia investors
please call toll free**

1800 667 672

**New Zealand investors
please call toll free**

0800 550 152

**Financial Advisers in Australia
please call toll free**

1800 667 671

**Financial Advisers in New Zealand
please call toll free**

0800 550 151

Email

enquiry@cgil.com.au

Website

www.cgil.com.au

(1) Return figures are calculated as a % change over the period, include income distributed by the Strategy and assume no reinvestment over life. (N.B. The % coupon paid on the Note is not the same as the % income distributed by the Strategy as the coupon is among other things a function of the allocation to the Strategy). Yield is based on value of Strategy as of beginning of period. (2) Percentage change of each currency holdings within Strategy versus AUD over the past month, using currency weightings as of end of month. (3) Breakdown as of beginning of month using live weights and prevailing exchange rates and showing the exposure of the Strategy holding to the currencies listed. (4) Top ten holdings shown alphabetically as of last rebalancing (5) Price performance showing sector returns as measured in the stocks' respective local currencies over the past month, using live weights as of beginning of month. (6) Breakdown as of beginning of month using live weights reflecting the relative value of each stock/sector as of that time in percentage of the value of the total Strategy holding.

(i) Bid Price is the ASX market bid price of YIELDS (ASX code: YLDSO1) as at the respective month end. This price reflects the highest market bid in the security as at the close of trading. In the event of no higher bids this price may represent Citigroup's market bid price for YIELDS. On the Issue Date the initial value of YIELDS was AUD 9.64 per unit. (ii) Price return and total return since Issue Date are calculated as a % change in price versus the YIELDS Value at the beginning of the reference period net of any upfront fee and other ongoing fees. Total return figures include distribution paid and assume no reinvestment over life. (iii) YIELDS Distribution % is calculated as the total distribution declared per unit during the period as a % of the value of YIELDS at the beginning of the period. % figures are not annualised. (iv) This is the AUD amount collected to date per YIELDS unit for the next quarterly distribution. This amount is an estimate as of month end, based on available information at the time and assumes the current allocation remaining constant. It is for indication only and may be subject to change. (v) Strategy and BP monthly change are estimates and are calculated using beginning and end of month Citigroup bid prices and allocations to the Strategy. (vi) The Dynamic Portfolio Reference level is the indicative value of the Net Portfolio Unit NAV as at the respective month end and has been derived from proprietary models that take into consideration estimates about relevant present and future market conditions as well as the size and liquidity of the position and any related actual or potential hedging transactions. It is for indicative purposes only and subject to change. (vii) If the Gap measure rises above 25%, an "up-leverage" event will occur; a fall of the Gap measure below 15% would lead to a "de-leverage" event. MoM means month on month change. Figures are calculated using month end data. Charts are based on month end data.

Source: Bloomberg (DJGT Index and exchange rates) and Citigroup Global Markets Limited.

Disclaimers



ORB Technology Limited - This report has been prepared by TechInvest Pty Limited ("TechInvest") (ABN 43 084 084 444) for information purposes only and is subject to change without notice. Although the information provided in the report has been obtained from sources believed to be reliable, TechInvest does not guarantee its accuracy or completeness.

ORB International Enhanced Income YIELDS - This information provided on YIELDS has been sourced from Citigroup Global Markets Australia Pty Limited ("CGMA") (ABN 64 003 114 832 AFSL 240992), a Participant of the ASX Group and a Participant of the Sydney Futures Exchange Limited. It has been prepared by the Strategy Sponsor of YIELDS, Citigroup Global Markets Limited ("CGML"), for information purposes only and is subject to change without notice. Although the information contained herein has been obtained from sources believed to be reliable, CGMA and its affiliates ("Citigroup") do not guarantee its accuracy, and such information may be incomplete or condensed. Any prices used are indicative and may not be available when any order is entered. The value of investments mentioned herein and any income, which might accrue from them, may fluctuate and may fall or rise against an investor's interest. All opinions and estimates included in this document constitute judgment of CGML as of the date of this report and are subject to change without notice. Citigroup may from time to time take proprietary positions and/or make a market in instruments identical or economically related to financial products acquired by you, or may have an investment banking or other commercial relationship with and access to information from the issuer(s) of securities, financial products or other interests underlying transactions entered into with you. CGMA may also undertake proprietary activities, including hedging transactions related to the initiation or termination of a transaction with you, that may adversely affect the market price, rate, index or other market factors underlying a transaction entered into with you and consequently the value of the transaction.

Credit Suisse ORB Investment Traded Securities ("ORBITS") - This report has been prepared by Capital Guaranteed Investments Limited ("CGIL") (ABN 74 062 361 166) for information purposes only and is subject to change without notice. Although the information supplied in the report has been obtained from sources believed to be reliable, CGIL does not guarantee its accuracy or completeness.

Orb summary as at 31 December 2005

ORB Technology Limited

Net Asset Value	A\$0.949	Investment Manager	Guarantor
Capital Guarantee	A\$1.00		
Issue date	October 2003		
Maturity date	September 2011		

ORB International Enhanced Income (YIELDS)

Closing price (ASX)	A\$8.91	Issuer	Guarantor
Capital Guarantee	A\$10.00	 Citigroup Global Markets Australia Pty Limited	 Citigroup Global Markets Holdings Inc.
Issue date	30 July 2004		
Maturity date	22 July 2010		

ORB International Enhanced Income (YIELDS2)

Closing price (ASX)	A\$9.33	Issuer	Guarantor
Capital Guarantee	A\$10.00	 Citigroup Global Markets Australia Pty Limited	 Citigroup Global Markets Holdings Inc.
Issue date	6 December 2004		
Maturity date	6 December 2010		

International Income ORBITS

Closing price (ASX)	A\$1.00	Issuer	Guarantor
Capital Guarantee	A\$1.00	 Credit Suisse, Sydney Branch	 Credit Suisse
Issue date	21 September 2005		
Expiry date	21 September 2011		

International Growth ORBITS

Closing price (ASX)	A\$1.00	Issuer	Guarantor
Capital Guarantee	A\$1.00	 Credit Suisse, Sydney Branch	 Credit Suisse
Issue date	21 September 2005		
Expiry date	21 September 2011		



CAPITAL GUARANTEED
INVESTMENTS LIMITED

Capital Guaranteed Investments Limited

Level 10, 4 O'Connell Street,
Sydney NSW 2000.
GPO Box 4569, Sydney NSW 2001.
Telephone (02) 9236 5777

Australian Financial Services Licence 226 842
Capital Guaranteed Investments Limited ("CGIL") prepares and issues the ORB Quarterly Review in conjunction with the specific product's investment manager. Investors should seek independent advice from their financial adviser in assessing the information contained in this Quarterly Review. Citigroup and the Umbrella Device logo are service marks of Citicorp and/or its affiliates used and registered throughout the world and are used by Capital Guaranteed Investments Limited under license. Citigroup, Capital Guaranteed Investments Limited or the investment manager make no representation or warranty express or implied regarding the likely investment returns or the performance of the investments.

