9th November, 2009

Shareholders Update No. 15

Dear Shareholder,

Monthly Net Tangible Asset Backing per Share and Investment Portfolio

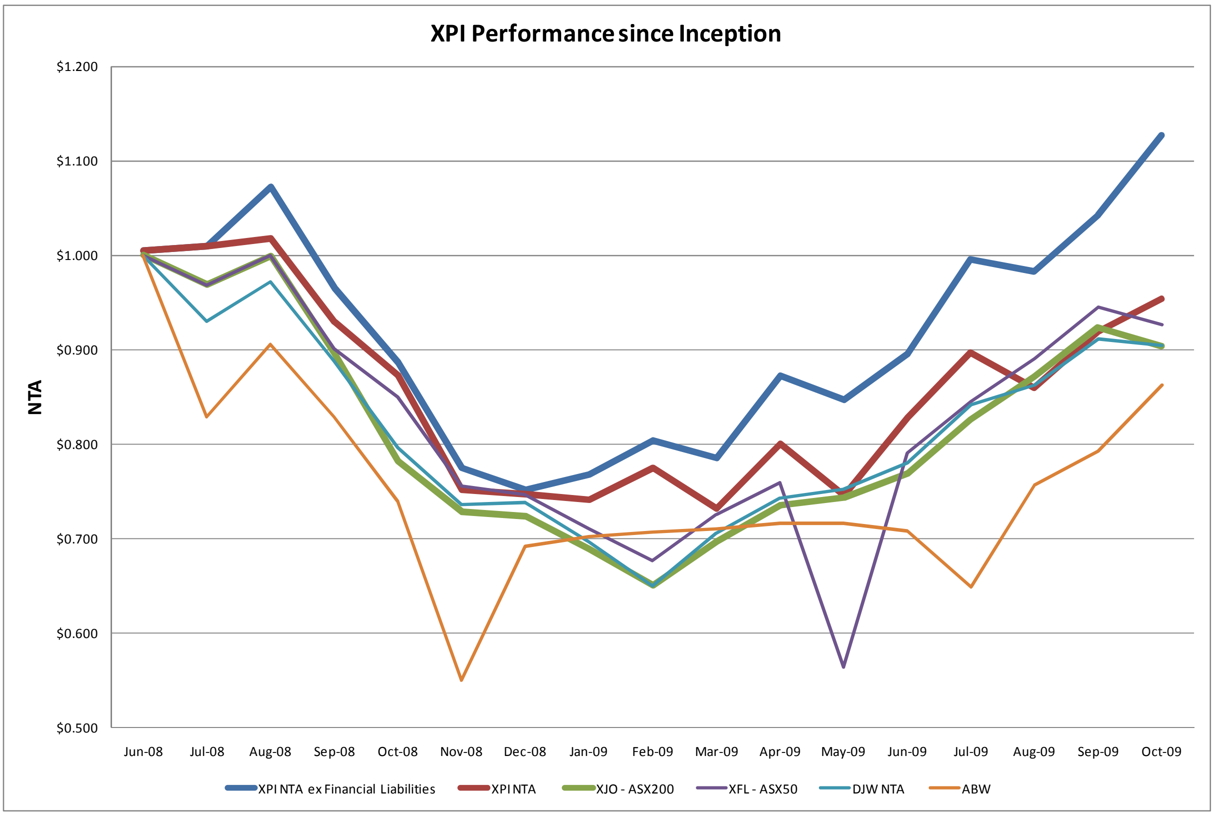
Before Tax* & Excluding current open option positions.

30-Oct-09 **$1.1266**

Including current open options positions

$0.953

*The before and after tax numbers relate to the provision for deferred tax on the unrealised gains in the Company's investment portfolio. Under current Accounting Standards, the Company is required to provide for tax on any gains that may arise on such a theoretical disposal, after the utilisation of any brought forward losses. The higher NTA figure excludes the value of the current open options position on the portfolio.
These figures are subject to Audit.



Performance measurement is from 1 July 2008 to 30 October 2009 (16 months).

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Chart Legend and Outperformance.

XPI NTA is XPI's NTA excluding current Financial Liabilities (current open options positions).

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XJO is the S&P/ASX 200 Index.

XFL is the S&P/ASX 50 Index.

DJW (Djerriwarrh Investment Limited) is an ASX listed investment company and its investment strategy is similar to XPI's.

ABW is an ASX listed Buy-write trust.

Monthly Market Review – October 2009

October proved to be a more volatile month for equity markets as investors began to assess the relative merits of the "reflation trade" in light of increasing interest rates and a potentially prolonged period before any earnings recovery emerges. The ASX200 resumed its positive momentum reaching a new 12 month highs before some profit taking saw the market finish lower (-2.1%), the first negative return in 8 months. The market has now rallied 47.6% from its low in March 2009 and remains 32.0% off its pre GFC high in November 2007.

Interest rate and the currency were a major focus for investors during October. The RBA surprised the market with a 25bp rate hike early in the month (then followed it up on Melbourne Cup day) which saw the AUD/USD move quickly through 90c and trade as high as 93c. The AGM season commenced with most companies indicating some stabilisation in operating conditions and where applicable the negative impact that a stronger currency would have on earnings.

The trend in economic data during October remained positive, further justifying the large increase in consensus expectations for 2010 GDP growth (+2.3%) over the last 2 months.
The employment data was the standout with the unemployment rate declining from 5.8% to 5.7%, while jobs (+40.6k v Mkt -10k) all surprised on the upside.

Our investment portfolio is currently overweight Banks, Materials, Energy and Healthcare while we are underweight Insurance, REITs and Consumer Staples.

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Portfolio Highlights.

Wesfarmers (+6.0%) shares rose during the month on the back of a strong 1Q10 sales result. WES held an Investor Briefing Day and reported 1Q10 sales growth for Coles Food & Liquor business accelerated to 7.3% with comparable store sales up 6.1%.

Woodside Petroleum (-8.5%) was lower this month after the loss of potential partners Apache and Kufpec to a JV deal with Chevron's Wheatstone LNG project, leaving WPL with less bargaining power with remaining player Hess. During the month, WPL also announced its 3Q production report where it reiterated its production guidance for 81-86mmboe.

Santos (-0.7%) was broadly flat this month after reporting its 3Q production result which was in line with market expectations.

The Banking sector continued to outperform the market this month as investors were optimistic heading into the Bank's reporting season (NAB, ANZ & MQG announced results at the end of October while WBC announced last week).

NAB (-3%) ended the month lower despite a generally positive FY09 result where it announced: (1) cash NPAT was largely in line with consensus, (2) net interest margins surprised on the upside and (3) bad debts were normalising sooner than the MKT had expected.

CSL (-5.9%) was weaker this month. Rival plasma company, US Based Baxter Inc, reported solid growth in plasma product sales although commentary on pricing and collections was cautious.

Diversified Resources. Base metal prices continued to rise in October, buoyed by a sliding USD and investment flows and in defiance of continued weak demand in most major markets except for China. The price of copper rose by 5% despite rising LME stocks, while zinc managed an impressive 15% price gain. Spot market prices have also been climbing for metallurgical coal and iron ore, for which availability appears to be tightening as steel producers in many parts of the world continue to raise their capacity utilisation. The resources sector enjoyed a reasonably strong month, although performances were quite mixed at the individual stock level. For the diversifieds, Rio Tinto (+7.7% again outpaced BHP Billiton (-0.7%).

4th Dividend

I am pleased to announce that the company has declared a quarterly unfranked dividend of $0.03 per share (Cycle quarter period August 2009 to October 2009). This takes dividends paid for the 2009/2010 financial year to **$0.03 per share** and total dividends paid since inception to **$0.11 per share**
Dividend cheques will be mailed out to shareholders from Friday 27, 2009.

The company accountants have advised that this dividend should be unfranked.

New Offer for Shares: XPI Offer Information Statement

An Offer Information Statement (OIS) to issue new shares was lodged with ASIC on Friday September 25th and the offer will open on Monday October 12th.

In the most difficult market conditions since the Great Depression, XPI paid consistent dividends to its shareholders and outperformed the ASX200 Share Index by 16.3%

From December 2008 onwards, XPI increased its options trading and this is reflected in the divergence between the two NTA figures (**XPI NTA** & **XPI NTA**). As the sentiment in the market improved, XPI wrote more options positions. When the sentiment in the market was negative, as it was from August to November 2008, XPI reduced significantly its options trading exposure. The convergence of the two NTA figures confirms that during periods of downward pressure on markets, XPI reduced significantly the size of its options portfolio and thus reduced its risk exposure. This is consistent with our stock selection methods.

The Offer

Offer Price per Share	$0.86 vs the Oct 30 NTA of $0.954
Minimum Investment	**10,000 shares or $8,600**
Shares offered under this OIS	Max 11,627,906
Shares on issue following the Offer	12,941,906
Market Capitalisation	$11.13 million
Historical Financials Financial Year 2009	
Earnings per Share	10.96 cents
PE multiple	7.84 times
Dividends per Share	8.0 cents
Dividend yield	**9.30%**

The Dividend Yield is expected to be 15% franked going forward and ultimately 100% franked.
Dividends were possible, will be paid quarterly (End NOV, FEB, MAY & AUG)

Over the 12 months to 30th June 2009, XPI's portfolio declined 10.4% whereas the S&P/ASX200 was down 23%. Note the performance figures for XPI are before the financial liabilities of the current open option positions but after expenses and tax paid by XPI whereas the Index comparisons do not bear such costs.

The Offer Information Statement (OIS) and the Investor Summary can be downloaded from www.xcelerator.com.au. Printed copies shall be available for delivery late next week.

I would encourage you to download the XPI OIS and consider increasing your investment in the company. I would also encourage you to mention to interested family and friends about the offer. Please direct them to our website and I welcome their questions about our new offer.

Thank you for your support.

Andy Semple
Managing Director and Company Secretary.

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