

Premium Income Fund

NSX Release: 21 February 2011



REJECT FURTHER EXTENDED TAKEOVER OFFER

FOR PREMIUM INCOME FUND UNITHOLDERS MADE BY ALF PIF FINANCE LIMITED

ALF PIF Finance Limited has lodged a Notice of Variation of Extension of its takeover offer, extending the period of its bid from 28 February 2011 to **14 June 2011**.

Managing Director Jenny Hutson said 'The offer continues to be 0.1 redeemable preference shares and 0.05 ordinary shares in the Bidder for each unit in the Premium Income Fund. The shares offered are in a Company with no trading history and less than \$2000 in assets.

The offer is grossly inadequate. The proposal seeks to shift over \$120 million in unitholders' current value to the Bidder's current shareholders. The Wellington Capital board believes that the approach by the Bidder remains opportunistic and is at a price that does not reflect in any way the current value of Premium Income Fund units.'

Ability to withdraw previous acceptance

Acceptances totalling 2,097,721 units have been received by the Bidder, making its total holding 0.28% of the issued capital.

Unitholders who have previously accepted this Offer may withdraw their acceptance by giving notice to the Bidder within one month. Unitholders who require assistance in withdrawing their acceptance can contact the Wellington Hotline on 1300 854 885 (+617 3231 0000).

**The Board of Wellington Capital recommend that all
Premium Income Fund unitholders REJECT the Bidder's offer.**

For further information please contact:

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