

Premium Income Fund

NSX Release: 12 May 2011



Mortgagee in Possession Contract –Dry Dock Road, Tweed Heads South

Wellington Capital Limited as responsible entity of the Premium Income Fund is pleased to announce that a contract has been exchanged in relation to the property located at 136 Dry Dock Road, Tweed Heads South.

The property, known as Reef Cove, was taken to market in November 2010 by Colliers International where it was passed in after it did not achieve the reserve price. It has now been sold via a local agent.

Reef Cove is security for one of the Fund's mortgage loans.

The contract is subject to a 45 day finance condition, followed by a 60 day settlement and will contribute a net \$7 million to the Fund on settlement.

Managing Director, Jenny Hutson said *'the exchange of contracts on the Reef Cove property is a pleasing result. This is a positive outcome for the Fund's Unitholders.'*



For further information please contact:

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