

Extraordinary General Meeting scheduled for 23 June 2011

Wellington Capital Limited as responsible entity of the Premium Income Fund sought to facilitate the meeting of unitholders in the Premium Income Fund scheduled to occur today at 11.00am, 23 June 2011 which was adjourned on 16 June 2011.

Wellington Capital Limited arranged for all proxies received by it to be collated and reviewed in relation to the 7 proposed motions to be considered at the adjourned meeting.

The quorum required for the meeting to validly proceed in accordance with Clause 10.3 of the Constitution required a minimum of four persons holding or representing in person, by proxy or attorney, at least 51% of units on issue in the Fund by number to be present.

The registry services arranged by Wellington Capital were excluded from occupancy of the premises by the meeting convenors. The registry was relocated to an adjacent floor at the meeting venue. The floor in between was locked on instructions from the meeting convenors, thereby physically excluding those who sought to register or attend the meeting through the registry services provided by Wellington Capital.

Computershare Investor Services, on behalf of the meeting convenors, then sought to facilitate registration of unitholders for the meeting. They did not have in their possession the proxies held by Wellington Capital Limited as responsible entity of the Premium Income Fund and therefore were unable to properly determine who was present in person or by proxy.

Conversely, Wellington Capital Limited as responsible entity of the Premium Income Fund had access to all proxies, but due to its registry being excluded it did not have access, nor could it participate, in the determination of who was entitled to exercise their right to vote at the meeting.

The proxy position as set out below was disclosed to the meeting convenors and Castlereagh Capital Limited prior to commencement of the meeting. The meeting convenors continued to refuse to allow Wellington Capital Limited's appointed registry to process registrations.

		Open Proxies	For Proxies	Against Proxies	Abstain Proxies
Motion 1	Special Resolution to amend the Constitution in respect of quorum requirements for Members Meetings	10,324,406	208,857,600	272,666,544	1,899,377
Motion 2	Special Resolution to amend the Constitution to remove the current quorum requirement for Members meetings to consider removal of the Responsible entity	10,324,406	208,587,233	272,354,085	2,654,839
Motion 3	Special Resolution to remove exit fees payable upon removal of a Responsible Entity	10,324,406	210,407,738	270,796,529	1,896,977
Motion 4	Special Resolution to reinstate management fees payable to the Responsible Entity	10,324,406	202,817,688	279,307,090	3,117,844
Motion 5	Resolution to remove Wellington Capital Limited as Responsible Entity of the Premium Income Fund	10,324,406	208,638,814	310,739,020	1,844,132
Motion 6	Resolution to appoint Castlereagh Capital Limited as the new Responsible Entity of the Premium Income Fund	10,324,406	208,359,693	311,476,706	1,809,532
Motion 7	Special Resolution to amend the Constitution to reinstate issue price provisions	10,324,406	208,595,400	271,685,486	2,782,739

Jenny Hutson, Chairperson of Wellington Capital Limited said,

'If the meeting today had proceeded as it should have, there would have been a quorum and final resolution of these matters.

It is extremely disappointing that unitholders who have chosen to participate do not have a final outcome today.

I was ready, willing and available to chair today's meeting as is contemplated by the Premium Income Fund Constitution and the Corporations Act. All relevant steps had been taken to ensure that an orderly meeting that properly reflected the will of the unitholders could occur.

Immediately prior to the meeting I had discussions with the meeting convenors with a view to cooperatively determining a way forward to validly conduct today's meeting in a way that was in the best interests of unitholders. When negotiations became intractable, the door to the room in which I was present was locked, preventing my exit. I required security assistance to be able to leave.

I understand that the meeting, which did not have the required quorum, was purportedly adjourned, but am presently unable to confirm this as Wellington Capital Limited was excluded from the meeting.'

For further information please contact:

Jenny Hutson
Managing Director
Wellington Capital Limited
as responsible entity of the Premium Income Fund
ACN 114 248 458 AFSL 291 562

Phone: 1300 854 885
Email: investorrelations@newpif.com.au

