

Premium Income Fund

NSX Release: 23 May 2012



Mortgagee in Possession: Kooralbyn Resort

Wellington Capital Limited as responsible entity of the Premium Income Fund advises that the proposed purchaser of the Kooralbyn Resort was not in a position to proceed with the contract on an unconditional basis by the Conditions Date in the Contract, and as such, the Contract has come to an end. The property held as security for one of the Fund's loans will be taken back to the market.

Managing Director Jenny Hutson said

'This is a disappointing result for the Fund given the very considerable work performed by both the proposed purchaser and Wellington Capital Limited, on behalf of the Premium Income Fund.'

The security property known as Kooralbyn is situated on more than 350 hectares of land within the beautiful Kooralbyn hinterland valley. The property is 64 kilometres south-west of Brisbane and includes the Kooralbyn Resort and Golf Course, and Kooralbyn International School.

The Kooralbyn Resort operated until 2008 as a 100 room hotel. The Kooralbyn Resort Golf Course was the first resort golf course built in Australia. From 1986 to 2008 it was featured in every national rating list.

Kooralbyn International School continues to operate today providing private education to students from prep through to year 12. The school offers a well-renowned sports excellence program and is considered the pre-eminent golfing academy in Australia. The school's list of past students is impressive, including Cathy Freeman and four current US PGA Tour winners, Adam Scott, Jason Day, Steven Bowditch and Adam Crawford.



For further information please contact:

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