AUSTRALIAN MASTERS
CORPORATE BOND
FUND No 1 LIMITED

22 March 2011

ASX Announcement
(ASX: AKS)
Capital Return and Dividend Announcement

The directors of Australian Masters Corporate Bond Fund No 1 (**AMCBF#1**) have determined to pay a capital return of $23.00 per share. This represents the second return of capital approved by shareholders on 8 October 2010 at the Annual General Meeting (AGM).

At the AGM, shareholders approved the payment of capital returns of fixed amounts subject to the discretion of directors to defer payments if it is in the best interest of shareholders to do so. Shareholders also approved the payment of any part of deferred payments with subsequent returns. The return of $23.00 includes an amount of $21.00 as proposed in the Notice of Meeting and an additional $2.00 in respect of the deferments attributable to the First Capital Return.

The directors of AMCBF#1 have also determined to pay a fully franked dividend of $2.32 per share. This payment will be made in conjunction with the scheduled Second Capital Return.

The record date for determining entitlements to the Second Capital Return and dividend is 1 April 2011. The timetable for both the dividend and Second Capital Return will be as follows:

AUSTRALIAN MASTERS CORPORATE BOND FUND No 1 LIMITED

Event:	Date:
Ex Date	28 March 2011
Record Date	1 April 2011
Intended Payment Date	14 April 2011

For further information contact:

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Australian Masters Corporate Bond Fund No 1 Limited