



AUSTRALIAN MASTERS
CORPORATE BOND
FUND No 1 LIMITED

24 June 2011

**ASX Announcement
(ASX: AKS)
Capital Return & Dividend Declaration**

The Directors of Australian Masters Corporate Bond Fund No 1 Limited (AKS) have determined to pay a Capital Return of \$58.00 per share. This represents the Third, and final, Capital Return approved by Shareholders of AKS on 8 October 2010 at its 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 deferred payments with subsequent returns. The Third Capital Return of \$58.00 is comprised of \$57.21, and an additional \$0.79 in respect to deferments attributable to the First and Second Capital Returns.

Following payment of the Third Capital Return, the net issued capital per share will have been paid in full.

The Directors of AKS have also determined to pay a fully franked dividend of \$3.65 per share. The dividend will be paid in conjunction with the Third Capital Return.



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The Record Date for determining entitlements to the Third Capital Return and dividend will be 5 July 2011. The timetable for both the Third Capital Return and dividend will be as follows:

Event	Date
Ex Date	29 June 2011
Record Date	5 July 2011
Intended Payment Date	13 July 2011

Following the Third and final Capital Return, it is expected that Shareholders are likely to be asked to vote on a resolution at a general meeting to approve the voluntary winding up of the Company. The Information Memorandum indicated this course of action. The Board will continue to keep Shareholders informed in this regard as to the timing of any such meeting.

The Board is currently in discussions with the ASX in regards to the Company's listing status. Given that the issued capital per share will have been paid in full post the Third Capital Return, the ASX has indicated that trading of AKS shares on the ASX is likely to be suspended. The Board will continue to keep Shareholders informed in this regard.

For further information contact:

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Company Secretary

Australian Masters Corporate Bond Fund No 1 Limited