

RELEASE TO AUSTRALIAN SECURITIES EXCHANGE ("ASX")

19 AUGUST 2014

SETTLEMENT – PREMIUM INCOME FUND

1. The Board of Directors of Bentham IMF Limited ("IMF") refers to its previous announcement on 18 June 2014 regarding the in-principle settlement of claims against KPMG, as compliance plan auditor of the Premium Income Fund (PIF).
2. A Settlement Deed was entered into on 19 August 2014. The settlement remains subject to a number of conditions including Court approval of the settlement of the class action and involves a registration process to determine PIF unitholders eligible to share in the settlement.
3. IMF presently expects the registration process and application for Court approval to be completed by December 2014.
4. IMF is unable to calculate revenue it expects to receive from the settlement prior to completion of the registration process.
5. IMF will make a further announcement following completion of the registration process.
6. Further information is available by calling IMF on 1800 016 464 or on IMF's website: www.benthamimflimited.com.au.



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