



EQUITITRUST CAPITAL

4 April 2011

EQUITITRUST INCOME FUND - INVESTOR DISTRIBUTIONS

The Equititrust Ltd Board has resolved to postpone all distributions (including the April distribution) for the following reasons:

1. Settlement moneys from several asset sales (totaling in excess of \$15m) has been delayed for reasons beyond our control;
2. To accelerate repayment of our secured bank debt owed to the NAB;
3. To update valuations of secured properties; and
4. To determine current unit pricing of units in the Fund.

We anticipate being able to finalise the NAB repayment within 90 days, and have valuations and unit pricing completed in the same time frame.

We sincerely apologise for the short notice about the postponement of distributions and regret the inconvenience to you.

We will communicate further about our distribution policy within 28 days.

Fund Restructure

A proposed fund restructure will be announced shortly.

A fund restructure is crucial as:

1. The current fund structure is restricted from facilitating new investment inflows; and
2. Alternative corporate and fund structures will provide greater flexibility to strengthen investor protection and drive fund performance.

Strategic Partnerships

We are significantly advanced in our future funds management business plan.

We propose in the near future to announce the forging of strategic partnerships which will substantially diversify our capacity. Our partners include wealth advisory and asset management relationships pivotal to underpinning investor security, and our evolution as a financial services and funds management group. These partnerships may culminate in mergers, when the respective businesses are fully aligned.

We continue to work tirelessly on your behalf and affirm our absolute commitment to investor protection. We will provide full details shortly regarding an investor briefing on Wednesday 20th April 2011. If you have any queries, please call our investor services division on 07 5527 5527.

Yours faithfully,

Mark McIvor
MANAGING DIRECTOR
EQUITITRUST LTD