
MARKET RELEASE

Argosy internalisation approved

The Independent Directors of Argosy Property Management Limited, Trevor Scott and Peter Brook, are pleased to confirm that the proposal to internalise the management of the Trust was approved at the Annual Meeting of Unitholders held yesterday.

The internalisation proposal was approved by an overwhelming majority of 80.7%, with 62.4% of units being voted. The voting was audited by Deloitte.

The proposal to internalise the management of the Trust had attracted substantial interest principally as a result of alternative proposals put forward by unitholders, including an aggressive merger proposal by the listed property company DNZ Property Fund Limited. None of the other proposals put forward by unitholders were approved by the requisite majority and these proposals are therefore of no effect. A full schedule of results is provided below.

Mr Scott said "It is especially pleasing that unitholder wishes have been decisively recorded with a good proportion of the units voted. This enables the Trust to move forward with a clear direction."

The Chairman of the board of the manager Michael Smith advised that Trevor Scott was re-elected to the board by a large majority, adding "I am delighted to put the unwelcome and unnecessary attention of the last few months behind us and look forward to delivering results for unitholders with the benefits of an internalised management structure".

In addition, the Independent Directors advise that following approval of the internalisation proposal by unitholders, settlement of the internalisation transaction has now been completed

The key points to note in relation to the settlement are:

- The previous manager's rights to manage the Trust have been terminated and a payment of \$20 million has been made to effect that termination.
- The new manager, the shares in which are held by Public Trust, has been appointed as manager of the Trust with effect from 30 August 2011.
- The amendments to the Trust Deed described in the notice of meeting have now been effected by the Trustee and the new manager.
- The new manager has today changed its name to Argosy Property Management Limited and the NZX ticker code in respect of the Trust remains ARG.
- The directors of the new manager are Trevor Scott, Peter Brook, Mike Smith, Andrew Evans and the Rt Honourable Philip Burdon.

- ENDS -

Results schedule

	In favour		Against	
Resolution 1 Approval of internalisation	264,843,456	80.73%	63,217,862	19.27%
Resolution 2 Amendments to Trust Deed to Effect Internalisation	264,851,572	80.89%	62,554,485	19.11%
Resolution 3 Approval of internalisation – Listing Rule 9.2	237,573,345	79.08%	62,833,896	20.92%
Resolution 4 Resolution proposed by unitholders on 8 June 2011	77,262,738	22.58%	264,945,028	77.42%
Resolution 5 Amendment to the Trust Deed	75,260,352	21.97%	267,372,163	78.03%
Resolution 6 Evaluation of alternatives to the Argosy Internalisation Proposal	77,835,565	22.76%	264,206,289	77.24%
Resolution 7 Directions to the Trustee	77,832,717	22.75%	264,332,567	77.25%
Resolution 8 Directions to the Trustee	71,033,443	20.76%	271,074,136	79.24%
Resolution 9 Manager to refrain from calling a unitholder meeting to consider Argosy Internalisation Proposal without first engaging in relation to Alternative Proposals.	66,000,156	19.55%	271,590,645	80.45%
Resolution 10 Release full details of exclusivity arrangements with OnePath(NZ) Limited and voting arrangements with any unitholders.	79,476,121	23.26%	262,214,886	76.74%

Resolution 11 Directors' Remuneration	218,505,070	64.24%	121,649,653	35.76%
Resolution 12 Election of Independent Director	Steven Blakeley	48,577,681		
	Trevor Scott	269,528,449		
Resolution 13 To Investigate the DNZ Merger Proposal and Appoint an Independent Adviser to report on all Alternative Proposals.	77,028,687	22.54%	264,709,170	77.46%
Resolution 14 Directions to the Trustee	70,971,460	20.82%	269,829,209	79.18%
Total votes at meeting – 344,528,215 or 62.4% of unitholders				

Enquiries

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Argosy Property Trust

Argosy Property Trust is a diversified property trust listed on the New Zealand Stock Exchange. It has a \$930 million portfolio of 72 properties across the retail, commercial and industrial sectors. The Trust has a low risk focus on quality properties where value can be added and properties modernised to extend their effective utilisation.