

Adelaide Managed Funds

5 May 2015

ADELAIDE MANAGED FUNDS ASSET BACKED YIELD TRUST MIS INVESTMENT UPDATE AND CAPITAL RETURN

MIS Investment Update

Adelaide Managed Funds (**AMF**) as Responsible Entity for the Adelaide Managed Funds Asset Backed Yield Trust (**AYT**) has reduced the impairment provision raised against its Managed Investment Scheme (**MIS**) investments to nil as at 30 April 2015.

This follows the Court approved settlement of the class actions brought by investors in various managed investment schemes operated by Great Southern on 11 December 2014. Since that time, cash flows from AYT's last remaining assets, the MIS investments, have improved materially.

The resulting carrying value of AYT's MIS investments as at 30 April 2015, after reducing the impairment provision to nil, is \$2,319,893. AMF notes that this carrying value may be further impacted, positively or negatively, by a number of variables including borrower behaviour, recovery of losses and timing of cash flows. AMF will continue to keep Unitholders informed of any changes to the value of AYT's assets throughout the remainder of AYT's wind down.

Capital Return

In addition to the impairment provision reduction, AMF is pleased to announce the details of a capital return to be paid to eligible AYT Unitholders in June 2015.

The payment of this capital return is in accordance with the Unitholder approved orderly wind down of AYT that commenced in September 2010 and follows the receipt of cash flows from AYT's MIS investments, in recent months.

AMF will make the capital return in accordance with the following timetable:

Capital Return Amount	3.00 cents per Unit
Record Date (5.00pm) Sydney Time	5 May 2015
Payment Date	11 June 2015

Impact of Capital Return on Net Tangible Asset Backing

As at 30 April 2015 and including the impact of the impairment provision reduction, the unaudited Net Tangible Asset (NTA) backing of AYT was 6.57 cents per Unit. Payment of this capital return in June will reduce AYT's NTA by 3.00 cents per Unit.

Information Service

AMF has requested that Computershare Investor Services (**CIS**) now cease suspension of the 'Information Service' whereby interested buyers and sellers of Units can be introduced. Further instructions on how to go about buying and selling Units using the 'Information

Service' and Unit transfer forms can be obtained directly from CIS by calling (08) 8236 2355 (from within Australia) or +61 8 8236 2355 (from outside Australia).

Ongoing Unitholder communications will continue to be made via the website at www.adelaidemanagedfunds.com.au and, where appropriate, by direct correspondence.

For further information, please contact:

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About Adelaide Managed Funds

Adelaide Managed Funds, a wholly owned subsidiary of Bendigo and Adelaide Bank, is the responsible entity of the Adelaide Managed Funds Asset Backed Yield Trust.

For further information about Adelaide Managed Funds and AYT, please visit:
www.adelaidemanagedfunds.com.au