

ASX ANNOUNCEMENT



Preferred Capital Limited
ACN 101 938 176
Darling Park, Tower 1
Ground Floor, 201 Sussex Street
Sydney NSW 2000

NOTICE OF ANNUAL GENERAL MEETING

PREFERRED CAPITAL LIMITED

ACN 101 938 176

Notice is hereby given that the Annual General Meeting of Preferred Capital Limited (the "Company") will be held on Wednesday 14 November 2012 at Level 19 of Darling Park Tower 1, 201 Sussex Street, Sydney NSW commencing at 3.00pm to conduct the following business:

Agenda for AGM

1. Discussion of Financial Statements

To receive and consider the Financial Report for the Company for the year ended 30 June 2012, Directors' Report and the Auditor's Report on the Financial Report.

2. Remuneration Report

To adopt the Remuneration Report for the year ended 30 June 2012.

Determination of Shareholders' Right to Vote

For the purposes of the meeting, those ordinary shareholders holding shares at 3:00 p.m. on 12 November 2012 will be voting members for the meeting. PERLS III holders are entitled to speak and ask questions at an annual general meeting but they are not entitled to vote.

By order of the Board

Maria Karagiannis
Company Secretary
16 October 2012

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Explanatory Memorandum

Agenda Item 2:

Remuneration Report

The Annual Financial Report (the “Report”) for the year ended 30 June 2012 contains a Remuneration Report (refer page 5 of the Report). The Remuneration Report has been prepared in accordance with the requirements of the Corporations Act and the accounting standards and sets out the remuneration arrangements applying to the Directors who are also the Key Management Personnel of the Company.

The Corporations Act Cth (2001) requires the agenda for an Annual General Meeting to include a resolution for the adoption of the Remuneration Report. The vote on the resolution is advisory only and is not binding on the Directors or the Company.