

ASX Announcement



Commonwealth Bank

Sydney, 10 December 2010

PERLS III - QUARTERLY DIVIDEND PAYMENT

Today, before market close, the Directors of Preferred Capital Limited resolved to pay a fully franked PERLS III dividend of \$2.0749 per security to be paid on 6 January 2011.

The dividend rate is based on the following calculation:

Market rate (90 Bank Bill Rate as at 6 October 2010):	4.8300%
Plus Margin:	<u>1.0500%</u>
	5.8800% p.a
Multiplied by (1- Tax Rate):	<u>0.70</u>
Dividend Rate	4.1160% p.a

The record date for the dividend is 30 December 2010 with the ex-dividend date being 22 December 2010. The dividend will cover a period of 92 days.

For further information, please contact Warwick Bryan (Executive General Manager Investor Relations), on (02) 9118 7112.

Marzena Gellert
Company Secretary
Preferred Capital Limited