

27 November 2008

ABC Learning Centres Update

The Australian Social Infrastructure Fund (ASIF) provides the following update to its announcement of 18 November 2008, in relation to its exposure to ABC Learning Centres Limited (Administrators Appointed) (Receivers and Managers Appointed) and a number of its subsidiaries (ABC).

The receivers of ABC, McGrathNicol, confirmed that the majority of ABC child care centres will remain open in 2009. They have also advised that a further 386 child care centres were the subject of 'further review' and that an unknown portion of these centres may not stay open beyond 31 December 2008.

Mr Chris Honey, from McGrathNicol, said that a further announcement would be made regarding the future of the centres under review within a week. It was added that not all centres will necessarily close.

ASIF owns 56 childcare centres all of which are leased to the ABC. Based on the lists published by the Receiver yesterday, it has been confirmed that 35 of ASIF's centres will remain open in 2009 and 17 of ASIF's childcare centres are under review. The centres under review represent approximately 17% of ASIF's total assets and 24% of ASIF's direct property investments as at 30 June 2008. The 17 centres under review were forecast to generate approximately 25% of ASIF's total rental income. The ASIF centres under review are geographically spread as follows:

State	No. Centres
Queensland	12
Western Australia	3
Northern Territory	2

Our review of the information provided by the Receiver indicates that there are 4 ASIF owned centres that do not appear on either the list of centres that will remain open in 2009 or the list that is subject to further review. Clarification will be sought from the Receiver.

Management will continue discussions with the Receiver to assist in determining an outcome for the centres owned by ASIF that are subject to further review. Further discussions will continue with relevant stakeholders including ASIF's banker, NAB and other childcare operators who have expressed interest in operating childcare centres. Management will keep unitholders updated of any material outcomes.

ASIF Fund Updates will be uploaded on ASIF's website and will also be sent to unitholders via email. We are committed to keeping ASIF's investors well informed and update our website as often as possible. I strongly encourage unitholders and advisors who have not provided their email address details to do so by sending your details to lloossi@austock.com

Ian Townsing
Fund Manager

For further information contact:
Lula Lioffi
Investor Relations Manager
03 8601 2668