

## ASX Announcement

ASX Code: AEF

Date: 28 November 2008

### RESULTS OF ANNUAL GENERAL MEETING

As required by Listing Rule 3.13.2 and Section 251AA(2) of the Corporations Act 2001, Australian Ethical Investment Limited provides the following details for the motions on the agenda at the AGM held last night, 27 November 2008.

*Motion 2(a) That the remuneration report included in the Directors' Report to shareholders be approved.*

The motion was carried on a show of hands by way of ordinary resolution.

#### Proxy details

Appointment that specified that the proxy is to vote for the resolution	516,747
Appointment that specified that the proxy is to vote against the resolution	3,194
Appointment that specified that the proxy is to abstain on the resolution	5,644
Appointment that specified that the proxy may vote at the proxy's discretion	121,398

*Motion 2(b) That the report on the status of employees to shareholders be noted pursuant to clause 2.2 of the Constitution.*

The motion was carried on a show of hands by way of ordinary resolution.

#### Proxy details

Appointment that specified that the proxy is to vote for the resolution	527,586
Appointment that specified that the proxy is to vote against the resolution	3,046
Appointment that specified that the proxy is to abstain on the resolution	4,857
Appointment that specified that the proxy may vote at the proxy's discretion	111,494

**The order in which motions 3(a) to 3(g) were put to the meeting was determined by a ballot taken at the meeting. The motions are presented below in the order they were put to the meeting.**

*Motion 3(a) That Mr Howard Pender who retires by rotation in accordance with the Company's Constitution and, being eligible, offers himself for re-election, be re-elected as a director of the Company.*

The motion was carried on a poll by way of ordinary resolution. The results of the poll were as follows:

Votes for the resolution	356,860
Votes against the resolution	335,188
Abstentions	3,113

#### Proxy details

Appointment that specified that the proxy is to vote for the resolution	288,647
Appointment that specified that the proxy is to vote against the resolution	243,188
Appointment that specified that the proxy is to abstain on the resolution	3,113
Appointment that specified that the proxy may vote at the proxy's discretion	112,035

*Motion 3(e) That Mr Trevor Lee be elected as a director of the Company.*

The motion was lost on a poll. The results of the poll were as follows:

Votes for the resolution	304,588
Votes against the resolution	390,336
Abstentions	237

Proxy details

Appointment that specified that the proxy is to vote for the resolution	266,390
Appointment that specified that the proxy is to vote against the resolution	282,694
Appointment that specified that the proxy is to abstain on the resolution	237
Appointment that specified that the proxy may vote at the proxy's discretion	97,662

*Motion 3(f) That Dr Robert Pearson be elected as a director of the Company.*

The motion was lost on a poll. The results of the poll were as follows:

Votes for the resolution	94,156
Votes against the resolution	600,755
Abstentions	250

Proxy details

Appointment that specified that the proxy is to vote for the resolution	55,958
Appointment that specified that the proxy is to vote against the resolution	480,780
Appointment that specified that the proxy is to abstain on the resolution	250
Appointment that specified that the proxy may vote at the proxy's discretion	109,995

*Motion 3(b) That Ms Anne O'Donnell, a director appointed on 29 May 2008 and, being eligible, offers herself for election, be elected as a director of the Company.*

The motion was carried on a poll by way of ordinary resolution. The results of the poll were as follows:

Votes for the resolution	549,693
Votes against the resolution	141,657
Abstentions	3,811

Proxy details

Appointment that specified that the proxy is to vote for the resolution	442,252
Appointment that specified that the proxy is to vote against the resolution	103,231
Appointment that specified that the proxy is to abstain on the resolution	3,811
Appointment that specified that the proxy may vote at the proxy's discretion	97,689

*Motion 3(g) That Mr Kevin McCready be elected as a director of the Company*

The motion was lost on a poll. The results of the poll were as follows:

Votes for the resolution	95,006
Votes against the resolution	599,905
Abstentions	250

Proxy details

Appointment that specified that the proxy is to vote for the resolution	56,808
Appointment that specified that the proxy is to vote against the resolution	479,830
Appointment that specified that the proxy is to abstain on the resolution	250
Appointment that specified that the proxy may vote at the proxy's discretion	110,095

*Motion 3(c) That Dr Les Coleman, a director appointed on 1 July 2008 and, being eligible, offers himself for election, be elected as a director of the Company.*

The motion was carried on a poll by way of ordinary resolution. The results of the poll were as follows:

Votes for the resolution	538,289
Votes against the resolution	154,491
Abstentions	2,381

Proxy details

Appointment that specified that the proxy is to vote for the resolution	441,489
Appointment that specified that the proxy is to vote against the resolution	103,231
Appointment that specified that the proxy is to abstain on the resolution	2,381
Appointment that specified that the proxy may vote at the proxy's discretion	99,356

*Motion 3(d) That Mr André Morony, a director appointed on 1 July 2008 and, being eligible, offers himself for election, be elected as a director of the Company.*

The motion was carried on a poll by way of ordinary resolution. The results of the poll were as follows:

Votes for the resolution	601,599
Votes against the resolution	91,181
Abstentions	2,381

Proxy details

Appointment that specified that the proxy is to vote for the resolution	481,338
Appointment that specified that the proxy is to vote against the resolution	52,950
Appointment that specified that the proxy is to abstain on the resolution	2,381
Appointment that specified that the proxy may vote at the proxy's discretion	110,314

*Motion 4(a) That the Company's constitution be amended as set out in the attachment to the explanatory material.*

The motion required a special resolution to pass. The motion was carried on a poll. The results of the poll were as follows:

Votes for the resolution	600,598
Votes against the resolution	90,600
Abstentions	3,963

Proxy details

Appointment that specified that the proxy is to vote for the resolution	514,120
Appointment that specified that the proxy is to vote against the resolution	2,911
Appointment that specified that the proxy is to abstain on the resolution	3,963
Appointment that specified that the proxy may vote at the proxy's discretion	125,989

*Motion 4(b) That Rule 22 of the Constitution – Proportional Takeover Plebiscite be reinserted into the Constitution.*

The motion required a special resolution to pass. The motion was lost on a show of hands.

Proxy details

Appointment that specified that the proxy is to vote for the resolution	180,499
Appointment that specified that the proxy is to vote against the resolution	359,964
Appointment that specified that the proxy is to abstain on the resolution	6,060
Appointment that specified that the proxy may vote at the proxy's discretion	100,460

*Motion 5(a) That amendments to the terms of employee options described in the explanatory notes accompanying this notice of meeting be approved.*

The motion was carried on a show of hands by way of ordinary resolution.

Proxy details

Appointment that specified that the proxy is to vote for the resolution	339,346
Appointment that specified that the proxy is to vote against the resolution	52,937
Appointment that specified that the proxy is to abstain on the resolution	5,650
Appointment that specified that the proxy may vote at the proxy's discretion	75,731*

*Motion 5(b) That the issue of options to staff in October 2008 be approved for the purposes of ASX Listing Rule 7.4*

The motion was carried on a show of hands by way of ordinary resolution.

Proxy details

Appointment that specified that the proxy is to vote for the resolution	487,318
Appointment that specified that the proxy is to vote against the resolution	5,090
Appointment that specified that the proxy is to abstain on the resolution	17,956
Appointment that specified that the proxy may vote at the proxy's discretion	125,224

*Motion 5(c) That the meeting approve a grant of options to Anne O'Donnell (an eligible employee under the company's employee share ownership plan) for the purpose of ASX Listing Rule 10.11.*

The motion was carried on a show of hands by way of ordinary resolution.

Proxy details

Appointment that specified that the proxy is to vote for the resolution	464,140
Appointment that specified that the proxy is to vote against the resolution	39,670
Appointment that specified that the proxy is to abstain on the resolution	6,198
Appointment that specified that the proxy may vote at the proxy's discretion	124,987*

*Motion 5(d) That the employee share incentive scheme described in the explanatory notes accompanying this notice of meeting be approved.*

The motion was carried on a show of hands by way of ordinary resolution.

Proxy details

Appointment that specified that the proxy is to vote for the resolution	341,185
Appointment that specified that the proxy is to vote against the resolution	61,031
Appointment that specified that the proxy is to abstain on the resolution	7,273
Appointment that specified that the proxy may vote at the proxy's discretion	75,551*

*\*Figure does not include unusable proxy votes*

**Company Background**

Australian Ethical is a funds manager that specialises exclusively in ethical funds management. It offers managed investment schemes and corresponding superannuation strategies (for accumulation and pension accounts). The Australian Ethical Charter is the foundation of the investment process. It aims to avoid harmful investments and actively seeks investments that benefit society and the environment. Uniquely, the company's constitution requires that 10% of profit is donated to charitable and conservation initiatives.