

23 October 2009

**Centro Direct Property Fund International (DPFI) – Non Resident/Custodian  
 Withholding Tax  
 Information (Fund Payment) Summary - 6 November 2009**

A new withholding tax regime for income years commencing 1 July 2007, and subsequently revised on 1 July 2008, applies to distributions made by managed investment trusts. This regime requires distributions of various types of Australian source income paid by managed investment trusts (i.e. DPFI) to non residents (either directly or indirectly) be subject to a flat withholding tax rate, of 22.5% for a foreign investor who is resident in a jurisdiction with which Australia has an effective Exchange Of Information (EOI) agreement, otherwise a 30% withholding tax rate will apply.

The rate of withholding for residents of EOI countries has fallen to 15% for the year commencing 1 July 2009 and will fall to 7.5% for years commencing 1 July 2010 and thereafter.

A "Fund Payment" made by DPFI to a custodian (i.e. an entity that conducts a business that predominantly consists of custodial or depository services) who then pays this income to a non resident is subject to withholding tax. In this instance the custodian is the party who is responsible to undertake the withholding obligations. If the non resident investor invests directly into DPFI, then the Responsible Entity of the DPFI is required to deduct the withholding tax.

A notice must be supplied by the Responsible Entity of the DPFI to the custodian in respect of the Fund Payment amount on or before the receipt of the payment, or be made available on a website when or before the payment is made. The information contained within the notice will assist the custodian to calculate the relevant amount of withholding tax applicable to the payment it then makes to any non resident investor.

Please note that the "Fund Payment" amount is not necessarily the same as the distribution amount.

The following table set outs the Fund Payment amounts for the DPFI for the distribution payable 6 November 2009.

**DPFI  
 Fund Payment Summary**

Entity	Fund Payment Amount (cents per unit) <sup>1</sup>
DPFI	0.003331

Note 1:

For the purpose of Section 12-395 of Schedule 1 of the Taxation Administration Act 1953 (CTH), (the Act), the above represents the "Fund Payment" amount as defined in Section 12-405 in the Act, in respect of the year ended 30 June 2010.

The "Fund Payment" amount is only used to determine the amount of withholding tax applicable to any direct or indirect investment in the DPF ultimately held by a non resident.