MACARTHURCOOK
INTERNATIONAL REAL ESTATE INVESTMENT MANAGERS

16th June 2008

Exchange Announcement **ASX code: MPS**
SGX code: MacCookPSF

MacarthurCook response to AMP Capital Investors' indicative, incomplete and highly conditional proposal

MacarthurCook Limited (***MacarthurCook***) has today informed AMP Capital Investors Limited (***AMPCI***) that, having carefully considered the indicative, incomplete and highly conditional proposal provided to MacarthurCook by AMPCI, the MacarthurCook Board has formed the view that the indicative proposal includes conditions that are unlikely to be met and that it is therefore not in the interests of MacarthurCook and its shareholders for MacarthurCook to enter into further discussions with AMPCI on that indicative proposal in its current form.

These conditions include:

- Conduct of due diligence in the manner requested.
- A Board recommendation to MacarthurCook shareholders to accept an offer from AMPCI at the price set out in their indicative proposal.
- Agreement by MacarthurCook Directors to accept offers in respect of their shares at the price indicated in their indicative proposal.
- Agreement to a 1% break fee.

If AMPCI was to make a firm offer to MacarthurCook's shareholders, the Board would consider that offer on its merits.

For further information, contact:

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About MacarthurCook:

MacarthurCook Limited (MCK) is an Australian Securities Exchange listed company with offices in Australia and Singapore, specialising in the investment management of direct property, real estate securities and mortgage assets.

MacarthurCook manages approximately $A1.5 billion on behalf of over 25,000 investors. MacarthurCook is a quality endorsed company (ISO 9001:2000 international standard accreditation), and is the investment manager of the MacarthurCook Industrial REIT, MacarthurCook Industrial Property Fund, MacarthurCook Office Property Trust, MacarthurCook Retail Property Trust, MacarthurCook Diversified Property Income Fund, MacarthurCook Mortgage Fund, Advance Mortgage Fund, MacarthurCook Property Securities Fund, MacarthurCook Asian Real Estate Securities Fund, Advance Property Securities Fund, RMR Asia Pacific Real Estate Fund and RMR Asia Real Estate Fund.

The MacarthurCook Property Securities Fund is listed on the Australian Securities Exchange and the Singapore Securities Exchange. The MacarthurCook Asian Real Estate Securities Fund and the MacarthurCook Industrial Property Fund are listed on the Australian Securities Exchange. The MacarthurCook Industrial REIT is listed on the Singapore Securities Exchange. The RMR Asia Pacific Real Estate Fund and RMR Asia Real Estate Fund are listed on the American Stock Exchange.

In 2005, 2006 and 2007 BRW magazine named MacarthurCook as one of Australia's fastest-growing companies in its Fast 100 list.

MacarthurCook Limited ABN 64 009 110 463 Australian Stock Exchange Code: MCK
MacarthurCook Fund Management Limited ABN 79 004 956 558 AFS Licence No: 258052
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