

2 August 2011

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Charter Hall Limited
ABN 57 113 531 150

Charter Hall Funds
Management Limited
ABN 31 082 991 786

Dear Ms So

Performance Rights and Options Plan

Please be advised of the following changes to the number of securities within the Charter Hall Performance Rights and Options Plan (PROP).

The changes below are due to the cessation of employment of Jelte Bakker, former Group CFO of Charter Hall Group.

- Exercise of **173,468** options and issue of stapled securities and resulting lapse of **173,468** options; and
- Lapse of **685,630** options and performance rights (relating to unvested securities)

In addition to the above the following securities have lapsed within the PROP.

- Lapse of **488,002** options and performance rights

This announcement therefore confirms that due to the lapsing of the above securities the following PROP balance adjustments have occurred:

Security	Description	On Issue	No. of Lapsed Options & Performance Rights	Balances after lapse
CHCAZ	Performance Rights Exp 1 Jul 2013	465,388	No change	465,388
CHCAM	Performance Rights Exp 1 Jul 2012	787,840	-104,884	682,956
CHCAS	Performance Rights Exp 1 Jul 2013	1,508,001	-180,292	1,327,709
CHCAI	Performance Rights Exp 30-Sep-2011	388,564	-28,609	359,955
CHCAY	Service Rights Exp 01-Jul-2013	316,377	-51,096	265,281
CHCAK	Opt Exp 04-Nov 2014 Ex \$1.94	3,095,418	-516,599	2,578,819
CHCAO	Opt Exp 13-Nov-2014 Ex \$1.94	1,421,139	-55,282	1,365,857
CHCAQ	Opt Exp 18-Jun-2015 Ex \$2.80	1,611,656	No change	1,611,656
CHCAU	Opt Exp 06-Sep-2015 Ex \$2.44	2,035,649	-410,338	1,625,311
CHCAW	Opt Exp 06-Sep-2015 Ex \$2.44	1,163,464	No Change	1,163,464
CHCAA	Opt Exp 6-Sep-2015 Ex \$2.35	123,397	No Change	123,397
	Total	12,916,893	-1,347,100	11,569,793

Note: Opt = option, Exp = expiry, Ex = exercise price



As a result of the above there are now 308,040,283¹ stapled securities on issue, however the number of stapled securities on issue for the purposes of EPS, DPS and NTA calculations is 295,454,384 stapled securities.

Please find attached the Appendix 3B in regards to the above.

Please contact the undersigned if you require further information.

Yours faithfully

A handwritten signature in black ink, appearing to read 'N. Francis'.

Nathan Francis
Company Secretary

¹ - Includes 12,585,899 securities issued under the Executive Loan Security Plan which are not recognised for accounting purposes in accordance with AASB 2 Share Based Payments.

Appendix 3B

New issue announcement, application for quotation of additional securities and agreement

Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.

Introduced 1/7/96. Origin: Appendix 5. Amended 1/7/98, 1/9/99, 1/7/2000, 30/9/2001, 11/3/2002, 1/1/2003.

Name of entity

Charter Hall Group (CHC) formed by stapling the shares of Charter Hall Limited and the units of Charter Hall Property Trust

ABN

Charter Hall Limited ABN 57 113 531 150
Charter Hall Property Trust ABN 72 051 224 311

We (the entity) give ASX the following information.

Part 1 - All issues

You must complete the relevant sections (attach sheets if there is not enough space).

- 1 +Class of +securities issued or to be issued

Stapled Securities

- 2 Number of +securities issued or to be issued (if known) or maximum number which may be issued

173,468

- 3 Principal terms of the +securities (eg, if options, exercise price and expiry date; if partly paid +securities, the amount outstanding and due dates for payment; if +convertible securities, the conversion price and dates for conversion)

Fully Paid Stapled Securities

+ See chapter 19 for defined terms.

Appendix 3B
New issue announcement

4	Do the ⁺securities rank equally in all respects from the date of allotment with an existing ⁺class of quoted ⁺securities? If the additional securities do not rank equally, please state: • the date from which they do • the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment • the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment	Yes	
5	Issue price or consideration	\$1.94 per fully paid Stapled Security	
6	Purpose of the issue (If issued as consideration for the acquisition of assets, clearly identify those assets)	Exercise of 173,468 Options under the Charter Hall Performance Rights and Options Plan (PROP)	
7	Dates of entering ⁺ securities into uncertificated holdings or despatch of certificates	29 July 2011	
8	Number and ⁺ class of all ⁺ securities quoted on ASX (<i>including</i> the securities in clause 2 if applicable)	Number	⁺ Class
		308,040,283	CHC Stapled Securities

⁺ See chapter 19 for defined terms.

	Number	+Class
9 Number and +class of all +securities not quoted on ASX (<i>including</i> the securities in clause 2 if applicable)	359,955	CHCAI Performance Rights
	2,578,819	CHCAK Options
	1,365,857	CHCAO Options
	682,956	CHCAM Performance Rights
	1,611,656	CHCAQ Options
	1,327,709	CHCAS Performance Rights
	1,625,311	CHCAU Options
	265,281	CHCAY Service Rights
	1,163,464	CHCAW Options
	465,388	CHCAZ Performance Rights
	123,397	CHCAA Options
10 Dividend policy (in the case of a trust, distribution policy) on the increased capital (interests)	N/A	

Part 2 - Bonus issue or pro rata issue

11 Is security holder approval required?	N/A
12 Is the issue renounceable or non-renounceable?	N/A
13 Ratio in which the +securities will be offered	N/A
14 +Class of +securities to which the offer relates	N/A
15 +Record date to determine entitlements	N/A
16 Will holdings on different registers (or subregisters) be aggregated for calculating entitlements?	N/A
17 Policy for deciding entitlements in relation to fractions	N/A

+ See chapter 19 for defined terms.

Appendix 3B
New issue announcement

18	Names of countries in which the entity has +security holders who will not be sent new issue documents Note: Security holders must be told how their entitlements are to be dealt with. Cross reference: rule 7.7.	N/A
19	Closing date for receipt of acceptances or renunciations	N/A
20	Names of any underwriters	N/A
21	Amount of any underwriting fee or commission	N/A
22	Names of any brokers to the issue	N/A
23	Fee or commission payable to the broker to the issue	N/A
24	Amount of any handling fee payable to brokers who lodge acceptances or renunciations on behalf of +security holders	N/A
25	If the issue is contingent on +security holders' approval, the date of the meeting	N/A
26	Date entitlement and acceptance form and prospectus or Product Disclosure Statement will be sent to persons entitled	N/A
27	If the entity has issued options, and the terms entitle option holders to participate on exercise, the date on which notices will be sent to option holders	N/A
28	Date rights trading will begin (if applicable)	N/A
29	Date rights trading will end (if applicable)	N/A
30	How do +security holders sell their entitlements <i>in full</i> through a broker?	N/A
31	How do +security holders sell <i>part</i> of their entitlements through a broker and accept for the balance?	N/A
32	How do +security holders dispose of their entitlements (except by sale through a broker)?	N/A

+ See chapter 19 for defined terms.

33 ⁺Despatch date

N/A

Part 3 - Quotation of securities

You need only complete this section if you are applying for quotation of securities

34 Type of securities
(tick one)

(a) Securities described in Part 1

(b) ☐ All other securities

Example: restricted securities at the end of the escrowed period, partly paid securities that become fully paid, employee incentive share securities when restriction ends, securities issued on expiry or conversion of convertible securities

Entities that have ticked box 34(a)

Additional securities forming a new class of securities

Tick to indicate you are providing the information or documents

35 ☐ If the ⁺securities are ⁺equity securities, the names of the 20 largest holders of the additional ⁺securities, and the number and percentage of additional ⁺securities held by those holders

36 ☐ If the ⁺securities are ⁺equity securities, a distribution schedule of the additional ⁺securities setting out the number of holders in the categories
1 - 1,000
1,001 - 5,000
5,001 - 10,000
10,001 - 100,000
100,001 and over

37 ☐ A copy of any trust deed for the additional ⁺securities

Entities that have ticked box 34(b)

38 Number of securities for which ⁺quotation is sought

N/A

39 Class of ⁺securities for which quotation is sought

N/A

⁺ See chapter 19 for defined terms.

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40	Do the ⁺securities rank equally in all respects from the date of allotment with an existing ⁺class of quoted ⁺securities? If the additional securities do not rank equally, please state: • the date from which they do • the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment • the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment	N/A	
41	Reason for request for quotation now Example: In the case of restricted securities, end of restriction period (if issued upon conversion of another security, clearly identify that other security)	N/A	
42	Number and ⁺ class of all ⁺ securities quoted on ASX (<i>including</i> the securities in clause 38)	Number	⁺ Class
		N/A	

⁺ See chapter 19 for defined terms.

Quotation agreement

- 1 +Quotation of our additional +securities is in ASX's absolute discretion. ASX may quote the +securities on any conditions it decides.
- 2 We warrant the following to ASX.

- The issue of the +securities to be quoted complies with the law and is not for an illegal purpose.
- There is no reason why those +securities should not be granted +quotation.
- An offer of the +securities for sale within 12 months after their issue will not require disclosure under section 707(3) or section 1012C(6) of the Corporations Act.

Note: An entity may need to obtain appropriate warranties from subscribers for the securities in order to be able to give this warranty

- Section 724 or section 1016E of the Corporations Act does not apply to any applications received by us in relation to any +securities to be quoted and that no-one has any right to return any +securities to be quoted under sections 737, 738 or 1016F of the Corporations Act at the time that we request that the +securities be quoted.
- We warrant that if confirmation is required under section 1017F of the Corporations Act in relation to the +securities to be quoted, it has been provided at the time that we request that the +securities be quoted.
- If we are a trust, we warrant that no person has the right to return the +securities to be quoted under section 1019B of the Corporations Act at the time that we request that the +securities be quoted.

+ See chapter 19 for defined terms.

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- 3 We will indemnify ASX to the fullest extent permitted by law in respect of any claim, action or expense arising from or connected with any breach of the warranties in this agreement.
- 4 We give ASX the information and documents required by this form. If any information or document not available now, will give it to ASX before +quotation of the +securities begins. We acknowledge that ASX is relying on the information and documents. We warrant that they are (will be) true and complete.



Sign here:

Date: 2 August 2011

Print name: Nathan Francis
Company Secretary

+ See chapter 19 for defined terms.