

## MARKET RELEASE

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### **CHALLENGER LIFE COMPANY LIFTS OFFER PRICE TO \$1.05 PER UNIT; MAJOR UNITHOLDER TO VOTE FOR PROPOSAL**

20 January 2010, Sydney: Challenger Listed Investments Limited (CLIL), the Responsible Entity of Challenger Kenedix Japan Trust (ASX:CKT), is pleased to announce that Challenger Life Company Limited (CLC) has increased the offer price from \$1.00 to \$1.05 per Scheme Unit (Scheme Consideration) in relation to the proposal announced on 9 December 2009 (the Original Proposal) which, if approved and implemented, will result in CLC owning all of the units in CKT and the unitholders receiving the Scheme Consideration (the Revised Proposal). CLC has also advised that the offer price of \$1.05 per Scheme Unit is final and will not be increased again.

The Independent Directors of CLIL continue to unanimously recommend that unitholders vote in favour of the resolutions to approve the Revised Proposal, in the absence of a superior proposal. The reasons for their recommendation are set out in the Explanatory Memorandum and Notice of Meeting relating to the Original Proposal released by CLIL on 24 December 2009.

The Independent Expert has reaffirmed its conclusion that, in the absence of a superior proposal, the Revised Proposal is not fair but reasonable. The Independent Expert has also reaffirmed its conclusion that the Scheme is in the best interests of Non-Associated Unitholders, in the absence of a superior proposal.

The Chair of CLIL, Ms Brenda Shanahan said "We welcome the improved offer from Challenger Life Company and recommend that unitholders vote in favour of the Revised Proposal. CKT's largest unitholder APN Funds Management Limited, holding approximately 16% of units in CKT, has notified CLIL that it will vote in favour of the Revised Proposal."

This announcement updates the information contained in the Explanatory Memorandum and Notice of Meeting released by CLIL on 24 December 2009. CKT Unitholders should carefully read the Explanatory Memorandum and Notice of Meeting in light of this announcement.

The Revised Proposal is subject to the approval of unitholders at a Scheme Meeting to be held on Thursday 28 January 2010 at the Lyceum Room in the Wesley Centre, 220 Pitt St, Sydney, commencing at 2.00pm. CKT unitholders unable to attend the Scheme Meeting are encouraged to vote online at [www.linkmarketservices.com.au](http://www.linkmarketservices.com.au) before the close of proxy voting at 2.00pm on Tuesday 26 January 2010.

CKT Unitholders who have questions in relation to the revised offer or wish to obtain a new proxy form or change their proxy form, should call the CKT Information line on 1800 754 866 (within Australia) and for calls outside Australia: +61 2 8280 7489.



Further information, including the Explanatory Memorandum and Notice of Meeting, is available from CKT's website [www.challenger.com.au/ckt](http://www.challenger.com.au/ckt).

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**For more information, please contact:**

<b>Unitholder information:</b>	<b>CKT Unitholder Information Line</b> 1800 754 866 (free call), or + 61 2 8280 7489 (outside Australia)	<b>Media:</b>	<b>Mark Rudder</b> Cosway Australia PH: + 61 2 9929 8344
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**Important notice:**

Any forward looking statements included in this document are by nature subject to significant uncertainties, risks and contingencies, many of which are outside the control of, and are unknown to, CLIL, so that actual results or events may vary from those forward looking statements, and the assumptions on which they are based.