

ASX Announcement

ASX Code: AEF

Date: 23 November 2007

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, 22 November 2007.

Motion 1 *That the minutes of the general meeting held on 23 November 2006 be confirmed by the company in general meeting.*

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

Appointment that specified that the proxy is to vote for the resolution	330,093
Appointment that specified that the proxy is to vote against the resolution	0
Appointment that specified that the proxy is to abstain on the resolution	39,494
Appointment that specified that the proxy may vote at the proxy's discretion	34,929

Motion 3(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.

Appointment that specified that the proxy is to vote for the resolution	366,414
Appointment that specified that the proxy is to vote against the resolution	7,510
Appointment that specified that the proxy is to abstain on the resolution	5,545
Appointment that specified that the proxy may vote at the proxy's discretion	25,047

Motion 3(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.

Appointment that specified that the proxy is to vote for the resolution	374,252
Appointment that specified that the proxy is to vote against the resolution	0
Appointment that specified that the proxy is to abstain on the resolution	5,145
Appointment that specified that the proxy may vote at the proxy's discretion	25,119

Motion 4(a) *That Ms Naomi Edwards who retires by rotation in accordance with the Company's Constitution and, being eligible, offers herself for re-election, be re-elected as a director of the Company.*

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

Appointment that specified that the proxy is to vote for the resolution	374,181
Appointment that specified that the proxy is to vote against the resolution	128
Appointment that specified that the proxy is to abstain on the resolution	5,340
Appointment that specified that the proxy may vote at the proxy's discretion	24,867

Motion 4(b) **That** Mr James Thier, 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 show of hands by way of ordinary resolution.

Appointment that specified that the proxy is to vote for the resolution	336,079
Appointment that specified that the proxy is to vote against the resolution	35,690
Appointment that specified that the proxy is to abstain on the resolution	8,152
Appointment that specified that the proxy may vote at the proxy's discretion	24,595

Motion 4(c) **That** Ms Justine Hickey, a director appointed on 1 March 2007 and, being eligible, offers herself for election, be elected as a director of the Company.

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

Appointment that specified that the proxy is to vote for the resolution	374,309
Appointment that specified that the proxy is to vote against the resolution	0
Appointment that specified that the proxy is to abstain on the resolution	24,867
Appointment that specified that the proxy may vote at the proxy's discretion	5,340

Motion 5 **That** for the purposes of clause 11.6 of the Constitution and listing rule 10.17, the Company reward persons who undertake duties and responsibilities of being a Director in 2007-2008 (including attendance at meetings of the Board of Directors and its Board Committees) by approving payment of \$180,000 in total plus Superannuation Guarantee contributions or equivalent payments, to be divided among the Directors at their discretion, and that these arrangements be maintained until further considered at an AGM.

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

Appointment that specified that the proxy is to vote for the resolution	218,140
Appointment that specified that the proxy is to vote against the resolution	12,946
Appointment that specified that the proxy is to abstain on the resolution	6,826
Appointment that specified that the proxy may vote at the proxy's discretion	3,733*

**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.