



20 February 2017

**Australian Governance Masters Index Fund Limited
(ASX: AQF)
Dividend Announcement**

The Directors of Australian Governance Masters Index Fund Limited (the “Company”) are pleased to announce they have determined to pay a fully-franked interim dividend of 3 cents per share. The record date for determining entitlement to the dividend is 27 February 2017. The intended payment date for this dividend is expected to be on or around 31 March 2017.

The Company operates a Dividend Reinvestment Plan (**DRP**), under which shareholders may elect to have all or part of their dividend payment reinvested in new shares. To participate in the DRP in relation to the dividend, shareholders should elect to participate in the DRP before the close of business on the business day after record date. For further information regarding the DRP or to obtain an election form, please contact Boardroom Pty Limited on 1300 737 760.

The reinvestment price will be calculated using the arithmetic average of the daily volume weighted average market price per share during the ten trading days commencing on the trading day following the relevant record date. If the Company’s shares do not trade on a minimum of five days during the ten trading day period, the reinvestment price will be the most recently announced net asset value per share, before the provision for tax, available at 7pm on the last trading day of the ten trading day period.

Yours Sincerely,

Hannah Chan
Company Secretary

Australian Governance Masters Index Fund Limited invests only in the best governed top Australian companies within the S&P/ASX 100 Index, as ranked by the Company’s corporate governance analysis and third party research. The Company pursues an index style of investing with an active corporate governance bias and expects to hold securities of approximately 75 to 85 Australian entities within the S&P/ASX 100 at any time.

The Company believes that boards and management that show relatively high levels of corporate governance tend to outperform companies with relatively lower levels of corporate governance over the long term. The Company also seeks to promote adherence to corporate governance best practice recommendations in its investments by voting its proxies and participating in shareholder meetings.

The Company aims to achieve long-term capital appreciation, while reducing risk, preserving the capital of the Company and investing in a diversified portfolio of investments.