



**FOR IMMEDIATE RELEASE
TO ASX AND MEDIA**

31 August 2010

Company Announcements Office
Australian Securities Exchange
Level 4, 20 Bridge Street
Sydney NSW 2000

Letter to Shareholders

Last night and today the company posted a letter to shareholders.

A copy of the mailed material is attached.

Graham Lenzner
Chairman

Steve Mann
Managing Director

About Aevum Limited

Aevum Limited is a long established owner, operator and developer of retirement villages and aged care facilities. Today it manages 30 facilities across NSW, Victoria, Queensland, South Australia and Western Australia providing retirement accommodation and services to over 3,100 units, for Australian seniors. Aevum also has four aged care facilities with 367 beds. Aevum employs over 600 dedicated and committed staff.

Contact:

Jim Kelly or Andrew Stokes
FD Third Person
+61 2 8298 6100

Ron Malek, Co-Chief Executive
Greenhill Caliburn
+61 2 9229 1409

Jamie Garis, Managing Director
Greenhill Caliburn
+61 2 9229 1448

30 August 2010

[Address Line 1]
[Address Line 2]
[Address Line 3]
[Address Line 4]
[Address Line 5]
[Address Line 6]

Dear fellow Aevum shareholder,

You can ignore phone calls you receive from Stockland

Aevum has been informed by a number of its shareholders that they have received telephone calls from persons representing Stockland Corporation Limited ("Stockland") in relation to Stockland's unsolicited takeover offer for Aevum. A number of those shareholders have complained about the way in which those telephone calls have been conducted by Stockland's representatives, claiming that Stockland has sought to pressure them into accepting Stockland's offer.

Your Board recognises that a number of Aevum shareholders are not familiar with public takeovers or the trading of shares in ASX listed companies, and do not have ready access to financial advisers or stockbrokers to consult about these matters. It is for this reason that I write to you to let you know that Stockland may contact you in relation to their offer but that you should not feel pressured to accept it or do anything they ask.

You are not required to accept Stockland's offer, and you are not required to speak to their representatives about their offer.

If you receive a call from one of Stockland's representatives about its offer and you do not wish to speak to them, you can simply hang up the phone. In fact, it is a criminal offence punishable by 3 years imprisonment for anyone to use the telephone to menace, harass or be offensive. So, if you feel harassed, menaced or offended, you can also tell them, and, legally, they must stop. Please let us know if you need to do this.

The Aevum Board reiterates:

- Its recommendation that Aevum shareholders **REJECT** Stockland's unsolicited and opportunistic offer as it significantly undervalues Aevum
- You are not required to sell your shares to Stockland
- To reject Stockland's offer simply **DO NOTHING**

Aevum's share price at close of trade on 27 August 2010 was \$1.70, significantly above Stockland's offer for \$1.50 per Aevum share.

Detailed support for the Board's recommendation will be provided in Aevum's Target's Statement, which will be mailed to shareholders in early September.

If you have any queries or you are not sure what you should do, please feel free to contact the Aevum Shareholder Information Line on 1800 704 395 (Toll Free) or +61 2 8256 3393 (callers outside Australia).

Yours sincerely,



Graham Lenzner
Chairman