

**CROSS RELEASE PXUPA
ASX RELEASE**

PaperlinX Limited
ABN 70 005 146 350
307 Ferntree Gully Road
Mt Waverley Victoria 3149
Australia
Tel: +61 3 8540 2211
Fax: +61 3 8540 2255

Friday, 11 June 2010

PAPERLINX STEP-UP PREFERENCE SECURITIES DISTRIBUTION

PaperlinX Ltd is today announcing the payment of the scheduled distribution for the PaperlinX Step-up Preference securities on 30 June 2010. The distribution will be \$3.3655 per security (based on a distribution rate of 6.7867% per annum) in respect of the period 1 January 2010 – 30 June 2010 inclusive. The ex distribution date for securities trading is 17 June 2010 and record date is 23 June 2010.

Commenting on the distribution, PaperlinX Chairman, Mr David Meiklejohn said “The Board is very pleased to be recommencing payment of distributions on the PaperlinX Step-up Preference securities. However the Board does not believe it is prudent to pay missed distributions at this time. Based on all current circumstances, including the continuing difficult business environment, the Board has decided that the missed June 2009 distribution will lapse and a decision on the missed December 2009 distribution will be made in due course.”

For further information, please contact:

Mr David Shirer
Executive General Manager
Corporate Affairs
PaperlinX Limited

Ph: +61 3 8540 2302