

## NEWS RELEASE

**June 3, 2009**

**Saskatoon, Saskatchewan**

**FOR IMMEDIATE RELEASE**

### **PrimeWest Mortgage Investment Corporation Launches \$5 Million Common Share Offering**

PrimeWest Mortgage Investment Corporation ("**PrimeWest**") announced today that effective May 29, 2009 it completed an initial close under its brokered exempt market public offering of up to 500,000 Common Shares at a price of \$10 per Common Share for a maximum offering of \$5,000,000 (the "**Offering**"). The initial close consisted of the issuance by PrimeWest of an aggregate of 53,570 Common Shares for gross proceeds of \$535,700.

Union Securities Ltd. (the "**Agent**"), retained by PrimeWest as the selling agent in respect of the Offering and any concurrent private placements, and sub-agents, received a cash commission of 6% (i.e. \$0.60 per Common Share) for the sale of the Common Shares under the initial close of the Offering and the private placement for aggregate commissions of \$32,142. The Agent's reasonable fees and expenses with respect to the initial close and private placement have also been reimbursed by PrimeWest.

The Offering is being conducted in reliance on the offering memorandum exemption of National Instrument 45-106 - *Prospectus and Registration Exemptions* ("**NI 45-106**") and is available to residents of British Columbia, Alberta, Saskatchewan and Manitoba (the "**Offering Jurisdictions**"). Subsequent closings may take place at such times as PrimeWest and the Agent agree, up to and including August 18, 2009. In consultation with the Agent, PrimeWest may agree to accept additional brokered private placements from residents outside the Offering Jurisdictions concurrent with any closing under the Offering. Common Shares issued in connection with the Offering or any concurrent private placement are subject to a hold period and may not be traded before that date which is four months and a day following issuance of such Common Shares. Common Shares may not be subscribed for or held by anyone who is a "non-resident" of Canada or a "public corporation" within the meaning of the *Income Tax Act* (Canada) or is a "non-Canadian" within the meaning of the *Investment Canada Act* (Canada).

The proceeds raised under the Offering will be used primarily for the purpose of making loans secured by mortgages on real property primarily located in Saskatoon and Regina, Saskatchewan and, in the event the maximum offering is achieved, \$700,000 will be applied to reduce PrimeWest's reliance on its existing line of credit.

### **About PrimeWest Mortgage Investment Corporation**

PrimeWest is based in Saskatoon, Saskatchewan, and is the only mortgage investment corporation in the Province of Saskatchewan funded by a public offering. PrimeWest is a reporting issuer in the Provinces of British Columbia, Alberta, Saskatchewan, Manitoba and Ontario. The securities of PrimeWest are not listed or posted for trading on any exchange.

Launched in October 2005, PrimeWest has raised over \$11.8 million in capital through a combination of public and private equity placements, providing an average three year return of 8.17%, and has over 380 shareholders across western Canada and Ontario.

Overseen by an experienced Board of Directors representing many sectors within the real estate and investment industries, PrimeWest offers a steady quarterly income, the security of a mortgage-based investment, low volatility, RRSP eligibility and an attractive alternative to income trusts.

### **FOR FURTHER INFORMATION CONTACT:**

Al. W. Zack, President and CEO  
Primewest Mortgage Investment Corporation  
Phone: (306) 651 4408  
Email: azack@primewest.ca