



Indigo Pacific Capital Limited
ACN 108 019 263

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Indigo Pacific Capital lists at a premium

Indigo Pacific Capital Limited on Tuesday listed on the Australian Stock Exchange at a premium with its shares opening at \$1.14 compared to its \$1 issue price and about 172,000 shares changing hands in the first 30 minutes.

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Managing director Mitch Nielsen said the free attaching Indigo Pacific Capital options issued to investors on a 3 for 5 basis, and which trade under the security code IPAO, listed at 20 cents, valuing the total issued capital of the company at \$88.2 million.

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"This is a milestone for the new company and a vote of confidence in the board and management of both Indigo Group and City Pacific," he said.

Mr Nielsen said the \$35 million raised during the IPO would primarily be spent on equity funding development projects of Queensland developer Indigo Group, which holds 25 percent of the listed company.

At the listing Mr Nielsen announced a forecast net profit after tax for the year ending 30 June 2005 of over \$10 million on revenue of around \$15 million. The company has previously advised its intention to pay dividends equivalent to 75% of the net profit after tax.

"Success in this industry is driven by being able to move quickly, to have the vision and to see value," he said.

"Indigo Group has a portfolio of exciting development projects in key lifestyle areas and now we are listed, we are ready to deliver results to shareholders.

He said Indigo Pacific Capital Ltd would use about \$18 million on equity funding a \$120 million urban renewal development at Kelvin Grove in Brisbane.

"While we haven't formally launched the Village Centre project at Kelvin Grove, it is already 40 percent pre-committed, with another 500 enquiries from both investors and owner occupiers," he said.

"Indigo Group was able to secure a stake in this new master planned inner Brisbane precinct, and the high level of pre-commitments signals a successful project.

"This project demonstrates the type of development opportunities in the lifestyle and leisure sector where shareholders funds will be used."

Mr Nielsen said about \$11 million would be allocated as equity funds for the redevelopment of the Clarion Resort on The Esplanade at Palm Cove in far north Queensland.

The 19,000m2 beachfront site will be redeveloped into 120 luxury strata title apartments and town homes.

"Indigo Group has gone unconditional to purchase the Clarion Resort for \$25 million, with settlement due later this year," he said.

"The former resort will undergo a \$35 million redevelopment to create luxury apartments and esplanade town homes, with pricing expected between \$350,000 and \$2.5 million."

Mr Nielsen said the IPO which was administered by cornerstone investor City Pacific Ltd, had been strongly supported by more than 2,500 retail and institutional investors including Queensland Investment Corporation which took 8.5 percent of the issued capital.

“City Pacific has been extremely valuable during the IPO phase and we look forward to a strong ongoing relationship in the future,” he said.

“Our philosophy is to use shareholders’ funds to invest directly into high quality development projects, and our alliance with City Pacific means there will be significant cost savings in administration and running of the listed company.

“Now that the listing has been successfully completed we are focused on doing what we know best.”

Indigo Pacific Capital Ltd raised \$35 million from the public for 50 percent of the company’s capital base. Cornerstone investors City Pacific Ltd and Indigo Group each hold 25 percent of the new company.

For further information:

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