



PRESS RELEASE

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## **Indigo Pacific books \$10.2 million NPAT**

The Chairman of fund manager Indigo Pacific Capital Limited announced on Wednesday that the company had booked \$10.2 million net profit after tax on revenue of \$14.8 million for fiscal 2005. He added that this exceeded its forecast result and he flagged a continuation of strong results this financial year.

He also announced that Indigo Pacific will pay shareholders a 5 cents partly franked dividend in late November this year which reflects a 5.6% yield which was not forecast in the prospectus.

The Managing Director, Mitch Nielsen said "In order to grow Indigo Pacific, we need to increase our investment fund. This calendar year we will look at a variety of ways to raise additional equity in order to take advantage of some new opportunities."

Mr. Nielsen said Indigo Pacific's investment portfolio of property developments in the leisure, lifestyle and commercial sector had been funded through initial public offering funds of \$35 million raised in May last year.

"We are extremely pleased to be able to deliver shareholders such a robust result; to exceed the internal benchmarks that we set for ourselves and to demonstrate the strength of our business model," he said.

"This is an efficient operation that has proven high returns on its investments."

Mr Nielsen said Indigo Pacific had substantively booked profits through the second half of the year as its investments have matured.

The principal investments during the year included \$14 million in an urban renewal development at Kelvin Grove in Brisbane; \$13.5 million in a redevelopment of the Clarion Resort at Palm Cove; \$3.5 million in a residential subdivision in north Brisbane; and \$3.6 million into the Novotel Palm Cove. The company has moved into growing markets, evidenced by the recent investment in the Brisbane Administration Centre. This site includes an existing 26,000sqm office building and a redevelopment site with associated car parking and retail.

Mr. Nielsen said Indigo Pacific would continue to generate profit from its current portfolio as well as expanding its investment book to take in new opportunities.

"Indigo Pacific is in the unique position of being able to pick the best investment opportunities for developments undertaken by Indigo Group which has a lot of projects coming through," he said.

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Mr. Nielsen said future investments would take in commercial and potentially industrial sectors of the market.

“We have the speed and flexibility to make strategic decisions to enter the growth areas of the property market where we can make the most profitable investments for our shareholders,” he said.

“We have proven the strength of our business model during this first full year of operation.”

Indigo Pacific has 70 million shares on issue and a market capitalisation of about \$63 million. Cornerstone investors in the company include City Pacific Ltd with 25 percent and Indigo Group with 25 percent.

	<b>FY05</b>
Revenue	\$14.8 million
NPAT	\$10.2 million
EPS	14.62 cents
DPS	5 cents
Dividend yield	5.56%

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