



PRESS RELEASE

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New MD to drive Indigo Pacific growth

Fund manager Indigo Pacific Capital Limited will enter its third year as a listed company with its own independent managing director, after announcing Thursday the appointment of Steve Mackay as MD from 1 February 2007.

Outgoing managing director Mitch Nielsen will remain an executive director, focusing on developing new business opportunities.

The newly appointed MD is a senior executive of listed financial services company, City Pacific Limited, and has been a director of Indigo Pacific since the company's inception in May 2004. He is also a director of listed property development company, CP1 limited.

Chairman Selwyn Snell said, "After the appointment of an independent chairman and director in March, Mr Mackay's appointment marks Indigo Pacific's evolution to an independent property development financier.

"Steve will be taking a particular interest in corporate governance issues, administration and funding and will play an important role as Indigo Pacific rolls out new investments across a range of property sectors."

Mr Mackay said, "Indigo Pacific has recorded strong growth in net assets and revenues since its founding and has a great pipeline of projects across the various property sectors of commercial, residential, retail, subdivision and marina-style developments. I'll be looking to build on this solid foundation to increase shareholder value in the years ahead."

Welcoming the appointment, Mr Nielsen said he would continue his focus on the company's strong deal flow.

"This is an excellent appointment for Indigo Pacific as Steve Mackay knows our business from inside out as well as having an impressive knowledge of the property industry.

"I will be supporting Steve during the transition and will continue working on our pipeline of opportunities, in addition to managing existing Indigo projects," he said.

Mr Nielsen pointed out that Indigo Pacific's extremely low cost structure would continue under Mr Mackay's management.

He added, "The March appointments of independent chairman Selwyn Snell and independent non-executive director Ian Gillespie strengthened the board's independence and added considerable expertise to our company.

"Steve's appointment as managing director is a continuation of this restructuring as we position our business with a great team in place for future growth."

BACKGROUND

Steve Mackay was Company Secretary of City Pacific Limited from 1998 until 1 August 2006, and is currently Group Executive - Administration. He also serves as a director of CP1 Limited. He holds a degree in Accounting and Business Administration, is a member of the National Institute of Accountants and an Associate Fellow of the Australian Institute of Management. Prior to joining City Pacific, Mr Mackay held senior executive roles with The Queensland Tourist and Travel Corporation, the Daikyo Group and with Dr Stanley Ho. He is a past Senior Vice President of the Urban Development Institute of Australia. He has been a director of Indigo Pacific Capital since 2004.

Indigo Pacific Capital Limited (ASX:IPA) was formed by City Pacific Limited (ASX:CIY) and the Indigo Group to provide debt and/or equity funding to Indigo Group property development projects, predominantly in the leisure/lifestyle market. IPA has invested in a range of projects across the gamut of residential, retail, commercial, subdivision and marina-style developments.

City Pacific Limited is a finance and investment manager in Australia that provides funding to residential, commercial and development properties in Southeast Queensland, New South Wales and Victoria. City Pacific has over \$5 billion in mortgage assets under management or advice.

The **Indigo Group** has significant interests in property, hotel management, funds management and technology. The company was formed in 1995 combining the skills of project management, architectural design and marketing and is one of the top 20 privately owned companies in Queensland.

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