



# Regent Pacific Group Limited

*(Incorporated in the Cayman Islands with Limited Liability)*

Stock Code: 0575

18 October 2010

## ANNOUNCEMENT

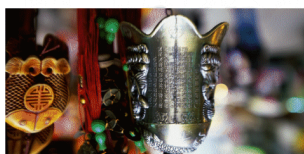
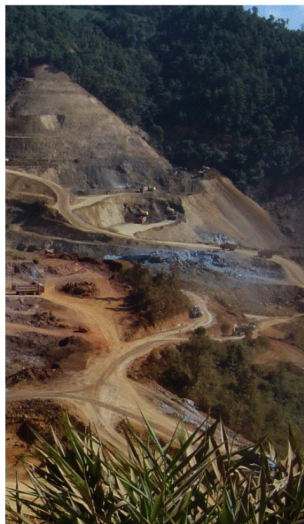
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### DISPOSAL OF REMAINING SHARES IN BATHURST RESOURCES LIMITED AND PERFORMANCE OF THE GROUP'S LISTED EQUITY PORTFOLIO

#### SUMMARY

The Company is pleased to report that it has now sold its remaining shares in Bathurst, comprising 12 million Bathurst Shares, on ASX in the ordinary course of business, for a total of AUD 5 million (or approximately US\$4.8 million or HK\$37.5 million), before expenses.

The disposal of the above-referenced 12 million Bathurst Shares, together with the proceeds from our prior on and off market trading announced on 5 October 2010, has provided the Company with total proceeds (before expenses) of AUD 17 million (or approximately US\$16.3 million or HK\$127.4 million), which will be applied towards other investments as well as working capital.





The disposal of the Company's entire stake in Bathurst has generated a total net realised gain before expenses of approximately AUD 11.2 million (or approximately US\$10.8 million or HK\$84.1 million), calculated by deducting the acquisition costs (both past and present) from the total disposal proceeds (before expenses) of all the Bathurst Shares disposed of by the Company to date.

The total net realised gain will represent a 194 per cent. return on investment, which is a remarkable result achieved in a period of just over four months.

The Company is also pleased to report that the total unrealised and realised gains in respect of its listed equity portfolio are: (i) US\$26.9 million (or approximately HK\$209.8 million), in respect of the period from 1 January 2010 to 15 October 2010; and (ii) US\$32.1 million (or approximately HK\$250.4 million), in respect of the period from 30 June 2010 to 15 October 2010, having an internal rate of return of 66.25% and 67.10% for each respective period.

As at 15 October 2010, the total value of our listed equity portfolio is US\$65.3 million (or approximately HK\$509.7 million), up from US\$48.9 million (or approximately HK\$381.4 million) as at 30 June 2010.

The Company's total cash (including the proceeds of all remaining Bathurst Shares) now stands at US\$13.8 million (or approximately HK\$107.6 million), up from US\$6.3 million (or approximately HK\$48.8 million) reported as at 30 June 2010.

This announcement is made by the Company voluntarily.

We refer to the announcement made by the Company on 5 October 2010.

Capitalised terms used in this announcement shall, unless the context otherwise requires, have the same meaning given to them in the Company's announcement dated 5 October 2010.

### **Disposal of Remaining Bathurst Shares**

The Company is pleased to report that it has now sold its remaining shares in Bathurst, comprising 12 million Bathurst Shares, on ASX in the ordinary course of business, for a total of AUD 5 million (or approximately US\$4.8 million or HK\$37.5 million), before expenses.

The disposal of the above-referenced 12 million Bathurst Shares, together with the proceeds from our prior on and off market trading announced on 5 October 2010, has provided the Company with total proceeds (before expenses) of AUD 17 million (or approximately US\$16.3



million or HK\$127.4 million), which will be applied towards other investments as well as working capital.

The disposal of the Company's entire stake in Bathurst has generated a total net realised gain before expenses of approximately AUD 11.2 million (or approximately US\$10.8 million or HK\$84.1 million), calculated by deducting the acquisition costs (both past and present) from the total disposal proceeds (before expenses) of all the Bathurst Shares disposed of by the Company to date.

The total net realised gain will represent a 194 per cent. return on investment, which is a remarkable result achieved in a period of just over four months.

Each Bathurst Share was acquired for AUD 0.13 (or approximately US\$0.12 or HK\$0.94), and the average exit or disposal price for the Company's entire Bathurst stake was AUD 0.38 (or approximately US\$0.36 or HK\$2.81) per Bathurst Share, representing an average profit per share of AUD 0.25 (or approximately US\$0.24 or HK\$1.87) or 192 per cent. when compared to the acquisition cost.

The Company currently does not hold any Bathurst Shares, but has retained the right to subscribe for up to 4,974,127 new Bathurst Shares each at AUD 0.30 (or approximately US\$0.29 or HK\$2.26) per Bathurst Share pursuant to the upcoming entitlements issue. Bathurst Shares closed at AUD 0.455 (or approximately US\$0.44 or HK\$3.43) per share at market close today, representing a premium of 51.67 per cent. to our before mentioned entitled subscription price. Consequently, at this time, the Company intends to take up its full entitlement.

### **Performance of the Group's Listed Equity Portfolio and Cash Position**

The Company is also pleased to report that its other listed equity investments have enjoyed a significant period of growth, noting in particular that the total unrealised and realised gains are: (i) US\$26.9 million (or approximately HK\$209.8 million), in respect of the period from 1 January 2010 to 15 October 2010; and (ii) US\$32.1 million (or approximately HK\$250.4 million), in respect of the period from 30 June 2010 to 15 October 2010, having an internal rate of return of 66.25% and 67.10% for each respective period.

As at 15 October 2010, the total value of our listed equity portfolio is US\$65.3 million (or approximately HK\$509.7 million), up from US\$48.9 million (or approximately HK\$381.4 million) as at 30 June 2010.



The Company's total cash (including the proceeds of all remaining Bathurst Shares) now stands at US\$13.8 million (or approximately HK\$107.6 million), up from US\$6.3 million (or approximately HK\$48.8 million) reported as at 30 June 2010.

The Company has no debt.

### **Principal Business Activities of the Company**

The Company is a limited liability company incorporated under the laws of the Cayman Islands whose Shares are listed on the HK Stock Exchange and are also traded on the OTC market (Freiverkehr) of the Frankfurt Stock Exchange. The Company is a diversified mining group focused on the Asian region. It explores for and mines copper, zinc, gold, silver, lead and thermal coal. Its principal assets are located in Yunnan Province, Inner Mongolia and Xinjiang, China.

Note: Unless otherwise specified herein, (i) amounts denominated in US\$ have been translated, for the purpose of illustration only, into HK\$ using the exchange rate of US\$1.00 = HK\$7.80; and (ii) amounts denominated in AUD have been translated, for the purpose of illustration only, into US\$ using the exchange rate of AUD1.00 = US\$0.96.

On Behalf of the Board of  
**Regent Pacific Group Limited**

Jamie Gibson  
*Director*

#### **Directors of the Company:**

James Mellon (*Co-Chairman*)<sup>\*</sup>  
Stephen Dattels (*Co-Chairman*)<sup>\*</sup>  
Jamie Gibson (*Chief Executive Officer*)  
David Comba<sup>#</sup>  
Julie Oates<sup>#</sup>  
Mark Searle<sup>#</sup>  
Jayne Sutcliffe<sup>\*</sup>

<sup>\*</sup> *Non-Executive Directors*

<sup>#</sup> *Independent Non-Executive Directors*

Hong Kong, 18 October 2010