



# Regent Pacific Group Limited

*(Incorporated in the Cayman Islands with limited liability)*

(Stock Code: 0575)

25 March 2008

## ANNOUNCEMENT

### CAPITAL INCREASE IN ACMC

CCEC contributed RMB 30 million to ACMC that owns the Ji Ri Ga Lang thermal coal project in Inner Mongolia, China

Reference is made to the Company's circular dated 22 November 2007 in relation to, among others, the acquisition of CCEC and related PRC mining assets (the "VSA Circular"). Capitalised terms used in this announcement shall have the meaning as defined in the VSA Circular unless otherwise stated.

#### Capital Increase in ACMC

As part of the Transaction which has been approved by the Shareholders at the EGM, CCEC has entered into the Ji Ri Ga Lang Project SPA with the ACMC Sellers pursuant to which CCEC has agreed to acquire 100 per cent. equity interest in ACMC at a consideration of RMB180 million (including cash consideration of approximately 137.4 million and CCEC's guarantee of ACMC's payment of the Account Payable of approximately RMB42.6 million) in two stages. Completion of the First-Stage ACMC Acquisition has occurred on 28 December 2007 and ACMC has become a 51 per cent. owned subsidiary of the Group.





As disclosed in the VSA Circular, CCEC may, by written notice to the ACMC Sellers, increase the registered capital of ACMC by an amount as determined by CCEC in its sole discretion and such capital increase shall be completed as soon as reasonable practicable after completion of the First-Stage ACMC Acquisition and the Second-Stage ACMC Acquisition, respectively, and shall not be less than RMB22,000,000 for each capital increase.

On 14 March 2008, CCEC contributed RMB30,000,000 to ACMC by way of a capital increase. Such funds will be partly used to discharge the first instalment of the Account Payable as set out in the VSA Circular and partly used to finance the costs involved in the application for converting the exploration licence into the mining licence of the Ji Ri Ga Lang Coal Mine. The relevant capital increase formalities have been approved by the relevant PRC authorities on 20 March 2008.

It is expected that completion of the Second-Stage ACMC Acquisition will occur in or around September 2008 on which CCEC will acquire the remaining equity interest in ACMC from the ACMC Sellers. Upon completion of the Second-Stage ACMC Acquisition, ACMC will become a wholly-owned subsidiary of the Group.

By Order of the Board  
**REGENT PACIFIC GROUP LIMITED**

**Jamie Gibson**  
*Director*

**Directors of the Company:**

James Mellon (*Co-Chairman*)\*  
Stephen Dattels (*Co-Chairman*)\*  
Jamie Gibson (*Chief Executive Officer*)  
Stephen Bywater\*  
Clara Cheung  
David Comba#  
Julie Oates#  
Mark Searle#  
John Stalker\*  
Jayne Sutcliffe\*  
Wu Yuan#

\* *Non-Executive Directors*

# *Independent Non-Executive Directors*

Hong Kong, 25 March 2008