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REGENT PACIFIC GROUP LIMITED

(Incorporated in the Cayman Islands with limited liability)

(Stock code: 0575)

COMPLETION OF MANDATORY CAPITAL REDUCTION OF BRIDGE SECURITIES CO., LTD

Further to the announcements by the Company on 4 August 2005 and 6 September 2005, the Directors are pleased to announce that they have been informed by BIH that the Mandatory Capital Reduction was completed on 20 September 2005. Consequently, the BIH Subsidiaries and RPCA received the relevant amounts in Korean won on 20 September 2005, details of which are set out in this announcement.

Shareholders and potential shareholders are advised to exercise extreme caution when dealing in the shares of the Company. Further, shareholders and potential shareholders should note that the amounts expressed in this announcement and the announcements and circular referred to herein relating to the potential distributions to be made by the Company are merely indicative and not definitive. Your Directors will consider the amount of the distribution(s) that the Company will make to all shareholders nearer the time the proceeds are paid to BIH shareholders and an appropriate announcement will be made to shareholders in the usual manner. The Directors understand from the BIH directors that they hope that BIH will make the distributions by 31 October 2005.

This announcement is made pursuant to Rule 13.09 of The Rules Governing the Listing of Securities on The Stock Exchange of Hong Kong Limited (the “**Listing Rules**”).

The directors (the “**Directors**” or the “**Board**”) of Regent Pacific Group Limited (the “**Company**” and together with its subsidiaries, the “**Group**”) refer to the announcements made by the Company on 4 August 2005 and 6 September 2005 with respect to a KRW 100 billion mandatory capital reduction (the “**Mandatory Capital Reduction**”) of Bridge Securities Co., Ltd (“**Bridge**”, a 77.75% owned subsidiary of Bridge Investment Holding Limited (“**BIH**”), which is in turn a 40.2% owned associate of the Company), representing approximately 52.1% of Bridge’s net asset value as at 31 March 2005. Pursuant to the Mandatory Capital Reduction, 41.2231177% of Bridge shares will be repurchased by Bridge mandatorily at KRW 3,380 (US\$3.34 or HK\$26.05) per share.

The Directors are pleased to announce that they have been informed by BIH that the Mandatory Capital Reduction was completed on 20 September 2005. Consequently, KoreaOnline (Labuan) Limited, RPG (L) Ltd and SWKOL (Labuan) Limited (collectively the “**BIH Subsidiaries**”) received in aggregate KRW 77.75 billion (US\$76.91 million or HK\$599.90 million), before Korean withholding taxes, and RPCA (L) Limited (“**RPCA**”, a wholly owned subsidiary of the Company) received KRW 0.47 billion (US\$0.46 million or HK\$3.59 million), before Korean withholding tax, on 20 September 2005. BIH expects that withholding taxes of approximately KRW 4.73 billion (US\$4.68 million or HK\$36.50 million) and approximately KRW 0.07 billion (US\$0.07 million or HK\$0.55 million) would be levied on the BIH Subsidiaries and RPCA respectively in respect of the Mandatory Capital Reduction. It is therefore expected that the BIH Subsidiaries will retain approximately US\$72.23 million (HK\$563.40 million) and RPCA will retain approximately US\$0.39 million (HK\$3.04 million), net of estimated Korean taxes.

The Directors understand that it is the intention of the BIH directors to distribute the net proceeds received from the Mandatory Capital Reduction to BIH shareholders, after making provision for sufficient working capital, including payment of all trade creditors and outstanding Korean withholding taxes and interests accrued on the late payment of such withholding taxes amounting in aggregate to US\$12.90 million (HK\$100.62 million). On that premise, the Directors expect the Company to receive net proceeds of approximately US\$23.85 million (HK\$186.04 million) from BIH. It is the intention of your Directors that the Company will distribute 90% of the net proceeds received from BIH, subject to the Group retaining sufficient working capital for the next 24 months. Your Directors will consider the amount of the distribution that the Company will make to all shareholders nearer the time the proceeds are paid to BIH shareholders and an appropriate announcement will be made to shareholders in the usual manner.

The Mandatory Capital Reduction and the Share Sale Option Agreement (as referred to in the announcement dated 13 July 2005), in aggregate, constitute a discloseable transaction of the Company under Rule 14.06 of the Listing Rules. A circular containing, inter alia, details of the Mandatory Capital Reduction and the Share Sale Option Agreement was despatched to all shareholders of the Company on 25 July 2005.

Shareholders and potential shareholders are advised to exercise extreme caution when dealing in the shares of the Company. Further, shareholders and potential shareholders should note that the amounts expressed in this announcement and the announcements and circular referred to herein relating to the potential distributions to be made by the Company are merely indicative and not definitive. Your Directors will consider the amount of the distribution(s) that the Company will make to all shareholders nearer the time the proceeds are paid to BIH shareholders and an appropriate announcement will be made to shareholders in the usual manner. The Directors understand from the BIH directors that they hope that BIH will make the distributions by 31 October 2005.

Note: In this announcement, for reference only and unless otherwise specified, the conversion of KRW into US\$ is calculated at the exchange rate of KRW 1,010.90 to US\$1.00 and the conversion of US\$ into HK\$ is calculated at the exchange rate of US\$1.00 to HK\$7.80.

On Behalf of the Board of
Regent Pacific Group Limited

Jamie Gibson
Director

Directors of the Company:

Anthony Baillieu (Chairman)*
Jamie Gibson (Chief Executive Officer)
Clara Cheung
James Mellon*
Julie Oates#
Mark Searle#
Jayne Sutcliffe*
Anderson Whamond*
Robert Whiting#

** Non-Executive Directors*

Independent Non-Executive Directors

Hong Kong, 21 September 2005

Please also refer to the published version of this announcement in The Standard.