

24 February, 2011

**The Manager
Company Announcement Office
Australian Stock Exchange Limited
Level 4, 20 Bridge Street
SYDNEY NSW 2000**

Settlement of Port Macquarie Hotel & Town Green Inn sale

On 2 February 2011 the Redcape Property Group ("RPF") announced the sale of the Port Macquarie Hotel & Town Green Inn (one venue) for \$15.8 million.

Settlement of the sale of this property has occurred, with the net proceeds of the sale applied to RPF debt reduction.

Colin Henson
Executive Chairman
Redcape Property Fund Limited