

16 May 2011

## **WITHDRAWAL OF TAKEOVER OFFER FOR OAKS**

Retail Food Group Limited (RFG or the Company) announces that it has terminated the Bid Implementation Agreement (BIA) between its wholly owned subsidiary, Systems Franchisor Pty Ltd, and Oaks Hotels & Resorts Limited (Oaks).

Accordingly, RFG's takeover offer for Oaks will not proceed.

As announced on 9 May 2011, the BIA was terminable by either party in certain circumstances including a defeating condition to the takeover offer being triggered.

On 12 May 2011, Minor International Public Company Limited announced that it had received an exemption from ASIC to acquire 34.4% of Oaks shares from the receivers and managers for Centrepont Holdings Pty Ltd and Oaks Apartment Management Pty Ltd. The granting of this exemption was a defeating condition to RFG's takeover offer.

RFG reaffirms that its principal focus remains in the acquisition and proliferation of retail assets and franchising and in this respect the Company continues to investigate a number of promising retail food franchising opportunities.

These present pursuits are enhanced by the Company's international franchise system presence which now also incorporates the successful opening of Brumby's in Papua New Guinea and Donut King in New Zealand by the respective territory licensees.

RFG is a leading Australian retail food brand manager and franchisor. It is the franchisor and intellectual property owner of the Donut King, Brumby's Bakeries, Michel's Patisserie, bb's café and Esquires Coffee Houses franchise systems.

**ENDS**

