

1 July 2010

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

Settlement of Aussie Inn Hotel sale

On 7 May 2010 Redcape Property Fund ("RPF") announced the sale of the Aussie Inn Hotel for \$9,000,000.

Settlement of the sale of the Aussie Inn occurred today, with the net proceeds of the sale being applied to RPF debt reduction.

Colin Henson
Executive Chairman
Redcape Property Fund Limited