



## - ASX Announcement -

### Proposed Disposal of Imperial Pacific's interest in Mainstream

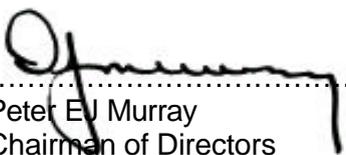
Imperial Pacific Limited confirms that, subject to final contract and shareholder approval, it will sell to a Director, Mr J C Plummer, the bulk of its investment in MainstreamBPO Pty Limited ("Mainstream"), a Sydney and Melbourne provider of business process outsourcing services for the finance sector.

Following arms length negotiations Mr JC Plummer proposes to purchase at book value \$1,750,000 of Convertible Loan Notes in Mainstream and outstanding interest which at settlement date will amount to around \$220,000. These Loan Notes, upon conversion, represent 18% of the current issued capital of Mainstream. Imperial Pacific will continue to hold a 2% equity interest in Mainstream and retain a 15% profit share from the purchaser if the acquired investment is sold within five years.

As the transaction involves Imperial Pacific disposing of a material asset to a Director, a Shareholder Meeting will be held on Friday 28 January 2011 to consider the sale in compliance with ASX Listing Rules. An independent expert has been engaged by Imperial Pacific to examine the proposal and report to shareholders on whether it is fair and reasonable.

Explanatory documents are expected to be despatched to shareholders shortly.

For and on behalf of the Board

  
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Peter EJ Murray  
Chairman of Directors

17 December 2010

