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The Manager
Company Announcements
ASX Company Announcements Office
Sydney NSW 2000

City Pacific Limited (ASX: CIY)

City Pacific First Mortgage Fund reduces its Bank facility by \$8.2 million

The Board of City Pacific are pleased to confirm that City Pacific First Mortgage Fund (FMF/the Fund) has today reduced its bank facility down to approximately \$120 million. With this payment the Fund has reduced its bank facility from \$240 million in January down to approximately \$120 million.

City Pacific stands behind the strength of the loan portfolio for the Fund which comprises quality projects located in areas where the property market and population growth figures remain strong.

Over the past 6 months loan repayments coming back to the Fund through the normal course of the Fund's operations have allowed for:

- the reduction of the Fund's bank facility by almost \$120 million to approximately \$120 million; and
- the continued funding of ongoing obligations to existing borrowers to allow for the completion of projects in order to preserve the value of the Fund.

City Pacific Limited

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