



IFC Capital Limited
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ASX Announcement

18 May 2007

For Immediate Release

IFC Capital Limited to Raise \$3.5 million by Rights Issue

IFC Capital Limited ("IFC Capital") is pleased to announce that it will proceed with a pro-rata non-renounceable rights issue to raise gross proceeds of approximately \$3.5 million.

The purpose of the Rights Issue is to provide funds to be applied towards the final stages of the rezoning process of the land at Cranebrook and working capital for IFC Capital.

Eligible shareholders will be offered 2 New Shares for every 5 Shares they hold as at the Record Date of 28 May 2007 at an issue price of \$0.25 per share. In addition the Company will issue one (1) New Option attaching to every two New Shares, which will expire on 30 September 2008 and which will be exercisable at \$0.30 each. If all the New Options are exercised this would raise approximately \$2.1 million.

A number of substantial shareholders have indicated their support for the Offer and their intention, at the present time, to take up their full entitlement to 5,050,719 New Shares.

The Rights Issue Prospectus and Entitlement Form will be dispatched to shareholders on 1 June 2007. The Rights Issue will close on 13 June 2007.

For further information please contact David Hobart (Managing Director) or Ian Bangs (Company Secretary) on (612) 9994 8800.