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9 July 2007

The Manager
Australian Stock Exchange
Company Announcements Office
Exchange Center
Lvl 4, 20 Bridge Street
Sydney NSW 2000

**ORCHID CAPITAL PARTICIPATES IN ITS SECOND ASIAN PRE-IPO
S\$ 1.5 million Pre-IPO Investment Round in Media Group RGM**

Asian media group RGM, and a group of investors, including Australian investment company Orchid Capital Ltd., concluded a S\$ 1.5 million Pre-IPO investment round. Orchid's share of the investment round is S\$ 600,000. The funds are invested in form of a Convertible Loan to the holding company of RGM Group, RGM Entertainment Pte. Ltd.

RGM plans to use these funds for general working capital purposes and to finance the preparation of its IPO in Singapore, which is expected for 2008.

About Orchid Capital Ltd.

Orchid Capital Ltd. (www.orchidcapital.net) is an International investment company, listed on the ASX and Frankfurt Stock Exchange, and specializing in Pre-IPO opportunities in Asia. Orchid was the lead investor in the Pre-IPO round of Gongyou Machines Ltd., China's leading producer of woodworking machines. Gongyou was the first ever IPO of a China-based company in Germany.

About RGM Entertainment Pte Ltd.

RGM (www.rgm.com.sg) was established in Sydney in 1982 by Robyn Gardiner as a Talent Management Company representing actors and over a period of ten years expanded its business to include a full literary department representing writers, directors and film makers. With artists becoming internationally recognised, the company formed strong relationships with the key US and UK agencies to co-represent talent from Australia. The international agents in turn drew upon RGM to provide them with talent from Australia for international exposure.

In 1998, Robyn formed a partnership with Devesh Chetty, whose background in film production and distribution combined with film financing was significant in creating the model for RGM's expansion.



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In 2005, with the encouragement of the Singapore Government, RGM moved its headquarters to Singapore and formed RGM Entertainment. This move was instigated to source talent, material and projects from the Asian region and to facilitate the formation of an executive production and media financing company, with a focus on English language films for worldwide distribution. RGM is in the process of expanding its business further into Asia and Europe.

RGM currently has the following films in production: 'The Girl in the Park' (starring Sigourney Weaver, Kate Bosworth, Alessandro Nivola and Keri Russell), 'Winged Creatures' (starring Kate Beckinsale, Dakota Fanning, Josh Hutcherson, Forest Whitaker, Jennifer Hudson, Jeanne Tripplehorn and Guy Pearce) and 'Just Buried' (starring Rose Byrne and Jay Baruchel).

The Government of Singapore's MDA (Media Development Authority) has announced that RGM has established a US\$ 100 million media finance facility. www.mda.gov.sg/wms.www/actualTransferrer.aspx?c=2.3.31.&sid=658&eid=-1&fid=-1

In addition, in 2006 RGM and the MDA announced the set-up of a Loan Guarantee Facility which is being used as a catalyst to partially finance at least six international films, costing a total of S\$80 million, over a two year period.

Yours faithfully

Orchid Capital Limited

Julian Sandt

Director