

18 October 2007

Company Announcement Office
Australian Stock Exchange Limited

By Electronic Lodgment

Dear Sir,

COMPLETION OF SALE OF KING OF KNIVES BUSINESS

On 5 August 2007 the company advised the market that it had entered into an agreement to sell its King of Knives business to a consortium associated with the Baskin family.

The agreement was subject to shareholder approval and was expected to complete by the end of October 2007.

Following the obtaining of shareholder approval at the company's Annual General Meeting on 10 October 2007 the company advises that completion of the agreement occurred on 17 October 2007.

Yours faithfully
RCG CORPORATION LIMITED



Howard Knapp
Company Secretary