

ASX Limited
Exchange Centre
20 Bridge Street
SYDNEY NSW 2000

6 September 2007

Dear Sirs

Completion of Institutional placement

RCG Corporation Limited (**RCG**) announces that it has successfully placed a total of \$4,485,000 of ordinary equity via a placement to institutional and sophisticated investors of 19,500,000 ordinary shares at \$0.23 per share (**Placement**). RCG intends to issue new shares under the Placement on or around 16 September 2007.

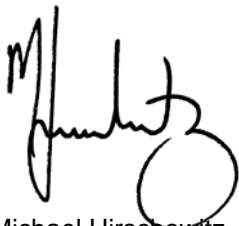
The Placement forms part of RCG's equity raising via a private placement of fully paid ordinary shares to institutional and Sophisticated Investors to raise a maximum of \$15 million of additional capital. The Placement was lead managed by Tricom Equities Limited. The capital raised is to be used to fund acquisition opportunities identified by the Board in accordance with its strategy to grow the business. The placement has two tranches.

The first tranche, the Placement, as described above, comprises the issue of 19,500,000 new shares (being just under 15% of the issued capital of RCG) at \$0.23 per share.

The second tranche, for which RCG has received subscription commitments, is conditional on shareholder approval which is to be sought at RCG's annual general meeting to be held on 10 October 2007. The second tranche will take the amount raised by the first and second tranches to a total of up to \$15 million. A notice of meeting that sets out further details in relation to the Placement will be sent to shareholders shortly.

The new shares will rank equally with RCG's existing ordinary shares.

Yours Faithfully



Michael Hirschowitz
Finance Director
RCG Corporation Limited