First Capital Group

ASSOCIATED OFFICES

SYDNEY
Level 3B
31 Market Street
Sydney NSW 2000

BRISBANE
Level 10
300 Adelaide Street
Brisbane Qld 4000

FIRST CAPITAL RESOLVES WENTWORTH DISPUTE

First Capital Group Limited (**First Capital) (ASX Code:FIC**) today announced it has entered into a Deed of Settlement with Wentworth Mutual Limited (Wentworth, ASX Code:WWM) resolving a dispute related to the sale of two property management companies by First Capital to Wentworth in February 2005.

As part of the settlement terms:

- The parties made no admission of liability;
- First Capital agreed to pay $250,000 to Wentworth inclusive of costs of the Supreme Court proceedings; and
- Wentworth agreed to remove its fixed and floating charge secured against First Capital.

On 24 April 2007 First Capital had obtained orders against Wentworth, preventing it exercising its charge over the assets of First Capital until after the full matter was heard before the Supreme Court of Western Australia.

First Capital had made a note in its 2007 Annual Report referring to a $2 million claim made by Wentworth against First Capital.

"This is an excellent outcome for First Capital," said Tom Wallace, acting Managing Director of First Capital.

"The removal of the charge allows First Capital the freedom to move the business forward and enhances our ability to execute funding and commercial transactions.

"We are very pleased to have shed the last of the legacy issues the company has been challenged with over the last 12 months.

"With the new management team in place and with the substantial support of Rockstead Capital, First Capital management is focused and working hard to reinvigorate the company and deliver better outcomes for our shareholders going forward," Tom Wallace said.

ENDS

For enquiries please contact Emily Staniforth at Wilkinson Media on 0402 349 856

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