



SHELL

VILLAGES AND RESORTS LIMITED



23rd October 2008

Company Announcements Office
Australian Stock Exchange Limited
SYDNEY NSW 2000

Dear Shareholder

Shell Villages and Resorts Limited (ASX:SVC) is very pleased to announce the sale of the Hunter Valley Village 'Shell Villages and Resorts Hunter Valley' this sale was completed on the 3rd October 2008.

The sale price of \$3,750,000 realizes a profit in excess of \$650,000 in a timeframe of 16 months. The Management Team of SVC is very pleased with this outcome and is inline with maximizing shareholder wealth and minimizing the Company debt.

The Company has also finalized a signed "Term Sheet" for the sale of Shell Villages and Resorts BRT Pty Ltd, management continue to move towards the completion of this deal.

Corey Budd

Corey Budd
Managing Director