



30 November 2018

ON-MARKET BUYBACK

Redcape Hotel Group Management Limited, as responsible entity of the Redcape Hotel Group (**RDC**), announces that as contemplated in the Product Disclosure Statement dated 1 November 2018 (**PDS**), RDC intends to commence an on-market buy-back of up to 25,439,607 RDC stapled securities (**On-market Buy-back**). This represents approximately 5% of RDC stapled securities on issue prior to the offer under the PDS (**Offer**).

Redcape will only purchase stapled securities under the On-market Buy-back at a price equal to \$1.13 or less (\$1.13 is equal to the pro forma net assets per stapled security following the Offer as set out in the PDS). Any decision to buy back stapled securities under the On-Market Buy-back will be made by the RDC board at the relevant time. There is no guarantee that the any stapled securities will be bought back even if the price of stapled securities traded on ASX is below \$1.13.

The earliest date on which the On-market Buy-back may commence is Friday 14 December 2018 and the On-market Buy-back must end no later than 29 November 2019 or on such date as the maximum number of stapled securities referred to above have been bought back.

The price of stapled securities bought back will not be more than the maximum price permitted under the ASX Listing Rules.

An Appendix 3C in respect of the On-market Buy-back is attached to this announcement.

ENDS

About Redcape Hotel Group (Redcape)

Redcape is one of Australia's leading pub and hotel operators. The Redcape portfolio comprises 32 quality hotels (31 freehold and one leasehold) strategically located across New South Wales and Queensland and has a clear focus on delivering excellent and responsible service, maintaining high quality facilities, advancing the training and development of its people and contributing positively to the communities in which it operates.

Redcape
HOTEL GROUP

Redcape Hotel Group Management Ltd (ACN 610 990 004) (AFSL 505932) is the responsible entity of Redcape Hotel Trust I (ARSN 629 354 614) and Redcape Hotel Trust II (ARSN 629 354 696) (together "Redcape" or "Redcape Hotel Group"). Moelis Australia Hotel Management Pty Ltd (ACN 619 297 228) is the appointed investment manager and hotel operator of the Redcape Hotel Group.

Appendix 3C

Announcement of buy-back (except minimum holding buy-back)

Information and documents given to ASX become ASX's property and may be made public.

Introduced 1/9/99. Origin: Appendix 7B. Amended 13/3/2000, 30/9/2001, 11/01/10

Name of entity

ABN/ARSN

Redcape Hotel Group (RDC) comprising Redcape Hotel Trust I and Redcape Hotel Trust II the securities in which are stapled together to form RDC stapled securities

Redcape Hotel Trust I
- ARSN 629 354 614
Redcape Hotel Trust II
- ARSN 629 354 696

We (the entity) give ASX the following information.

Information about buy-back

- | | | |
|---|--|---|
| 1 | Type of buy-back | On-market |
| 2 | ⁺ Class of shares/units which is the subject of the buy-back (eg, ordinary/preference) | Stapled Securities |
| 3 | Voting rights (eg, one for one) | One for one |
| 4 | Fully paid/partly paid (and if partly paid, details of how much has been paid and how much is outstanding) | Fully paid |
| 5 | Number of shares/units in the ⁺ class on issue | 551,445,932 |
| 6 | Whether shareholder/unitholder approval is required for buy-back | Securityholder approval is not required |

⁺ See chapter 19 for defined terms.

Appendix 3C
Announcement of buy-back

7 Reason for buy-back	To provide liquidity for securityholders upon listing.
8 Any other information material to a shareholder's/unitholder's decision whether to accept the offer (eg, details of any proposed takeover bid)	Pursuant to ASIC Corporations (ASX-listed Scheme On-market Buy-backs) Instrument 2016/1159, the following information is provided: a) Redcape Hotel Group Management Limited, the responsible entity of Redcape, does not hold any interests in RDC stapled securities; b) associates of Redcape Hotel Group Management Limited hold 213,903,331 of stapled securities; and c) any stapled securities bought back will be funded by cash reserves or as otherwise permitted from Redcape's debt facilities.

On-market buy-back

9 Name of broker who will act on the company's behalf	Moelis Australia Securities Pty Ltd
10 Deleted 30/9/2001.	
11 If the company/trust intends to buy back a maximum number of shares - that number Note: This requires a figure to be included, not a percentage.	25,439,607 stapled securities (representing approximately 5% of Redcape's stapled securities on issue prior to the offer set out in the product disclosure statement dated 1 November 2018)
12 If the company/trust intends to buy back shares/units within a period of time - that period of time; if the company/trust intends that the buy-back be of unlimited duration - that intention	The earliest date on which the buy-back may commence is Friday 14 December 2018 and it may continue until 29 November 2019, unless the maximum number of stapled securities are bought back prior to this date.

+ See chapter 19 for defined terms.

- | | | |
|----|--|--|
| 13 | If the company/trust intends to buy back shares/units if conditions are met - those conditions | Stapled securities will only be bought back if the trading price on ASX is \$1.13 or less (\$1.13 represents the Pro Forma net assets per stapled security). |
|----|--|--|

Employee share scheme buy-back

- | | | |
|----|---|-----|
| 14 | Number of shares proposed to be bought back | N/A |
|----|---|-----|

- | | | |
|----|--------------------------------|-----|
| 15 | Price to be offered for shares | N/A |
|----|--------------------------------|-----|

Selective buy-back

- | | | |
|----|--|-----|
| 16 | Name of person or description of class of person whose shares are proposed to be bought back | N/A |
|----|--|-----|

- | | | |
|----|---|-----|
| 17 | Number of shares proposed to be bought back | N/A |
|----|---|-----|

- | | | |
|----|--------------------------------|-----|
| 18 | Price to be offered for shares | N/A |
|----|--------------------------------|-----|

Equal access scheme

- | | | |
|----|---|-----|
| 19 | Percentage of shares proposed to be bought back | N/A |
|----|---|-----|

- | | | |
|----|--|-----|
| 20 | Total number of shares proposed to be bought back if all offers are accepted | N/A |
|----|--|-----|


- | | | |
|----|--------------------------------|-----|
| 21 | Price to be offered for shares | N/A |
|----|--------------------------------|-----|

- | | | |
|----|---|-----|
| 22 | +Record date for participation in offer | N/A |
|----|---|-----|

Cross reference: Appendix 7A, clause 9.

Compliance statement

1. The trust is in compliance with all requirements of the Corporations Act as modified by ASIC Corporations (ASX-listed Schemes On-market Buy-backs) Instrument 2016/1159, and of the trust's constitution, relevant to this buy-back.
2. There is no information that the listing rules require to be disclosed that has not already been disclosed, or is not contained in, or attached to, this form.

Sign here:  Date: 30/11/2018

Print name: Rebecca Ong
Company Secretary

⁺ See chapter 19 for defined terms.