



## Transpacific to buy 15% of CMA for \$25m

25/10/2007 By: Phoebe Ash

Metals recycling group CMA Corporation Limited (CMV) announced it has entered into a conditional option agreement under which Transpacific Industries Group Limited (TPI) could become a strategic investor in the company. The group said TPI has the right to acquire up to 15% of issued capital for about \$25 million.

The company noted the agreement remained subject to due diligence and other conditions.

CMA said the proposed issue price is 48.45c per share, a 5% discount to the average of the closing price of the group over the 3 days prior to 24 October 2007.

In a press statement, the company said the agreement allows TPI to immediately acquire 22.8 million shares, or a 6.43% stake in CMA, and subject to CMA shareholder approval, TPI has the right to acquire a further approximately 27 million shares.

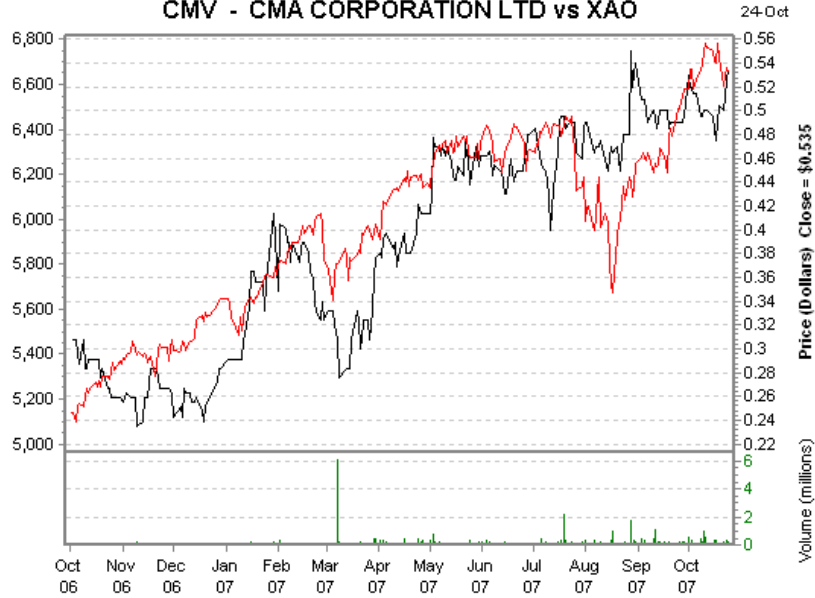
CMA Managing Director Peter Hatfull said the company would be delighted to welcome TPI to the register.

"There are numerous significant benefits and operational synergies that this relationship will bring to CMA."

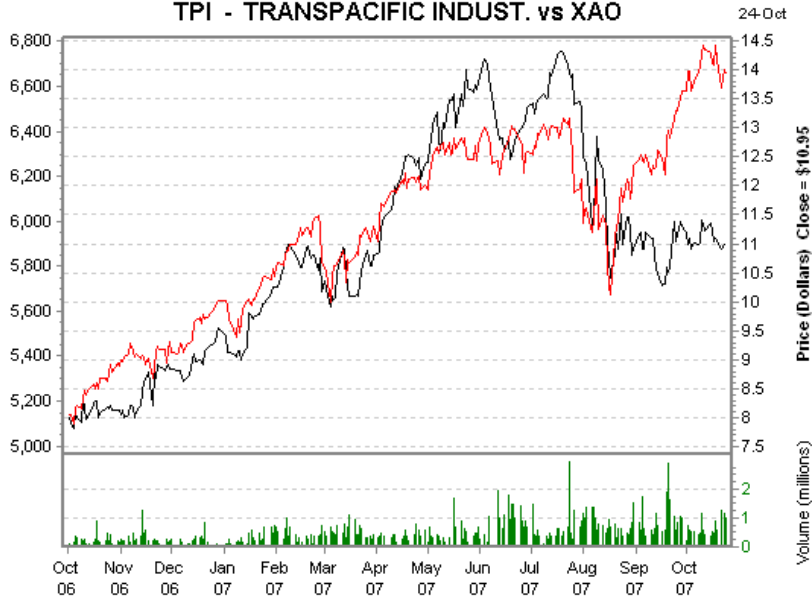
"We look forward to TPI becoming a strategic shareholder and exploring synergies between the two groups," he added.

At 1547 AEST shares in **CMA Corporation** were 2.5c or 4.7% stronger at **56c**, while shares in **Transpacific Industries** were 19c or 1.8% to **\$11.14**.

CMV - CMA CORPORATION LTD vs XAO



TPI - TRANSPACIFIC INDUST. vs XAO



■ Company ■ All Ordinaries

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