

SIMON GILBERT WINES

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5 April 2007

Simon Gilbert Wines Confirms Agreement for Rights Issue and Undertakes Board and Management Restructure

Simon Gilbert Wines Limited ("SGV") is pleased to announce that today it finalised its agreement with Coonawarra Premium Vineyards Limited ("CPVL") as trustee for the Coonawarra Australia Property Trust ("CAPT") for CAPT to underwrite a renounceable rights issue by SGV at 6.5cents, with 1 right available for every two SGV shares held as at the record date, representing approximately 35.5 million new shares and additional equity of approximately \$2.15m after costs.

The Prospectus for the issue, lodged with ASIC today, is expected to be dispatched to shareholders by 26 April. The offer to shareholders closes on 11 May, 2007.

The proceeds from the issue will provide the Company sufficient operating capital to allow it to grow its existing businesses and participate in opportunities that may present themselves as the industry recovers from what is considered to be the low point in the industry economic cycle.

Confirmation of the agreement and arrangement for the rights issue has been accompanied by changes to the Board and Management of the company.

Paul Pacino has resigned as a Director and Chief Executive Officer, effective immediately. Andrew Parkinson, previously a non-executive Director of the Company, has been appointed to the roles of Managing Director and Chief Executive Officer.

Andrew Bursill, who has been a Director of the company since 2001 as well as serving as Company Secretary, has also retired, effective immediately.

Three new Directors, all with extensive wine industry experience, have been appointed to rebuild the company's Board. The three new Directors are:

Mr. Rex Watson

Mr. Watson is currently the Group Managing Director of Coonawarra Premium Vineyards Limited and the driving force behind the Coonawarra Australia Property Trust which between them own, manage or control almost 1,000 acres of vineyards located in the Coonawarra region. His understanding of the wine industry and its networks is extensive. Mr. Watson has built a number of businesses including an industrial service company specifically operating in the wine industry and a vineyard management services company. In addition he has developed the Watson Wine Group, his family owned company, from a grape producer to a significant wine enterprise that now sells wines to more than seven international markets.

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Mr Peter Cleaves

Mr. Cleaves also brings considerable wine industry experience to the Board. He was Finance Director of Rosemount Wines from 1985 to 2001. From March 2001 to March 2002 he was Chief Financial Officer of Southcorp Limited - Wine Division and from April 2002 to May 2003 he was Chief Financial Officer of Southcorp Limited.

Ms Sue Henderson

Ms Henderson has over 25 years experience in the wine and beverage industries, with a record of success in driving wine exports into the diverse markets the UK & Europe, USA, Canada, Japan and other parts of Asia. She has a very strong FMCG (fast moving consumer goods) background with extensive international marketing and sales experience and has focused on wine marketing. Sue was previously the Global Sales Director for Grant Burge Wines and more recently a consultant to the wine industry.

Charlie Latham, the company secretary of CPVL, has been appointed as Company Secretary to replace Mr Bursill. The registered office of the Company has been changed to 235 Glen Osmond Road, Frewville, South Australia 5063 effective immediately.

I thank the retiring Board members for their work over a difficult period for the industry and the company.

For further information, please contact Andrew Parkinson, Chief Executive Officer, on 0418 210 124.



Andrew Parkinson
Managing Director & Chief Executive Officer