

For Immediate Release

**Gulf & Pacific Equities Corp. announces
\$8 million mortgage refinancing
of Valley Centre Mall in Whitecourt, Alberta
with Capmark Canada Limited**

Toronto, September 20, 2006 - Gulf & Pacific Equities Corp. (TSX Venture Exchange – “**GUF**”) (the “Corporation”) is pleased to announce that it has completed an \$8 million mortgage refinancing with Capmark Canada Limited for the Corporation’s Valley Centre Mall in Whitecourt, Alberta. The term of the mortgage is 7 years with an interest rate of 5.43%.

The new mortgage will replace the existing mortgage and construction loan for the property. The construction loan is a result of the recently completed expansion and renovation of Sobeys at Valley Centre Mall

The Valley Centre Mall is now fully leased with tenants including Sobeys, Saan, Rexall Drugs and Reitmans.

Gulf & Pacific Equities Corp. is engaged in the ownership, management and development of grocery-store anchored shopping centers in Alberta with one commercial property located in Merritt, British Columbia.

For further information, please contact:

Mr. Anthony Cohen
President and Chief Executive Officer
Gulf & Pacific Equities Corp.
Suite 300, 1300 Bay Street
Toronto, Ontario
M5R 3K8

Telephone: 416-968-3337
Telecopy: 416-968-3339

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