

LIVING AND LEISURE AUSTRALIA GROUP

COMPRISING:

Living and Leisure Australia Trust

ARSN 092 701 589

(Responsible Entity: Living and Leisure Australia Management Limited
ABN 60 101 634 315, AFSL 280985) and

Living and Leisure Australia Limited

ABN 92 107 863 445



ASX & MEDIA ANNOUNCEMENT

SETTLEMENT OF SECOND ILLAWARRA FLY OPTION INTEREST

Living and Leisure Australia Group (**LLA**) has today settled the acquisition of the units under the second Illawarra Fly option. The Illawarra Fly option arrangements were described in section 9.8 of the offer document for LLA's rights offer dated 4 July 2008. Following today's settlement, LLA still has one further option to settle to acquire the remaining outstanding Illawarra Fly units. This final acquisition is expected to be completed by no later than 30 June 2009.

As part of the acquisition of the units under the second Illawarra Fly option, the parties have agreed to delay the issue of the LLA stapled securities, which are part of the consideration for the acquisition, until 31 October 2008 to give the parties a further period to determine whether they can agree alternative arrangements to issuing LLA stapled securities. The \$1 million cash component of the consideration under the second Illawarra Fly option was paid today by LLA.



Julanne Shearer
Independent Chair

16 September 2008

Media Enquiries

Carrie Mietzel at Rowland on 07 3229 4499 or 0407 790 419

For further information please contact

Investor Relations: 1300 309 676
E-mail: mail@livingandleisure.com.au
Website: www.livingandleisure.com.au

REGISTRY
Computershare Investor Services Pty Ltd
Level 19
307 Queen Street
BRISBANE QLD 4000