

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 ANNOUNCEMENT

Settlement of the Illawarra Fly second option

Further to the ASX announcement on 16 September 2008, Living and Leisure Australia Group (LLA) has today issued 24,390,244 million stapled securities to the sellers of the Illawarra Fly business as part of the consideration for the acquisition of Illawarra Fly units on the exercise of the second option. The \$1 million cash component of the consideration for the exercise of the second Illawarra Fly option was paid on 16 September 2008.

LLA still has one final option to settle to acquire the remaining Illawarra Fly units. This final acquisition is expected to be completed no later than 30 June 2009.

Review of operations

As previously advised in the ASX announcement on 12 August 2008, the Executive Committee of the Board has been conducting an operational review of the business. LLA will provide further details of the outcome of this review at the annual general meeting on Thursday 27 November 2008.

Julanne Shearer
Independent Chair
31 October 2008

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