

Harvey Norman Holdings Limited

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Company Announcement
Australian Stock Exchange

Dear Sir

The Directors of Harvey Norman Holdings Limited are pleased to announce the issue of A\$220,000,000 Commercial Mortgage Backed Securities by STOREs Securitisation Pty Ltd. The notes are collateralised by 54 retail properties owned by subsidiaries of Harvey Norman Holdings Limited, located throughout Australia and New Zealand.

The ANZ Investment Bank is the Sole Arranger and Lead Manager of the STOREs issue.

As part of the STOREs program, STOREs (NZ) Limited will issue A\$30,000,000 (NZ equivalent) of short term notes into the New Zealand Commercial Paper Market. The funds raised will be utilised to reduce current debt facilities and to establish a mechanism to provide capital for future expansion.

This innovative transaction enables Harvey Norman Holdings Limited to unlock inherent equity value within our property portfolio whilst maintaining ownership and operational control.

Yours faithfully

John Skippen
Director