

## **Extendible Commercial Paper Facility Update**

RHG Limited announced to the Australian Securities Exchange on the 16<sup>th</sup> August 2007 that it was unable to effect rollovers on two extendible commercial paper (“XCP”) facilities. The effect of this extension was that the XCP facilities were required to be repaid within 180 days.

RHG wishes to advise that:

- (a) one of the XCP facilities has now been repaid in full; and
- (b) the other XCP facility is intended to be repaid in full during New York business hours today.

To fund the repayment of the XCP facilities, RHG has used, and expects to use, funds from the following sources:

- (a) warehouse facilities with an aggregate commitment of \$3.5 billion;
- (b) a \$750 million rated privately placed residential mortgage backed security; and
- (c) approximately \$1 billion from a whole loan sale of mortgages to a third party to be completed today. All loans to be sold as part of this transaction are being sold for 100% of their outstanding loan balance.

Following these transactions, subsidiaries of RHG will be entitled to receive fee income and excess spread in relation on approximately \$13.2 billion of mortgages funded by its warehouse facilities and residential mortgage backed securities. To the extent that RHG is asked to manage and service loans sold pursuant to the whole loan sale expected to be completed today, RHG may receive fee income in respect of the services it provides in respect of these mortgages.

### **Warehouse Facilities Update**

Following the repayment of both XCP programs, RHG will have, along with its existing residential mortgage backed securities, the following warehouse facilities in place:

<b>Limit</b>	<b>Maturity Date</b>
\$1,900 million	May 2008
\$725 million	May 2008
\$970 million	June 2008
\$1,500 million	October 2008
\$2,000 million	December 2008
\$1,500 million	December 2008

Media Enquiries

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