



ASX Announcement

Thursday, February 4, 2010

RHG Update on Court Action and Revised Profit Guidance for 2010

Warehouse Facility Court Action

As previously advised the RHG Group is involved in various court actions with UniCredit Bank AG and a special purpose vehicle associated with UniCredit Bank AG. The primary issues that these disputes relate to are:

- whether or not an event of default has occurred under the facility due to an alleged breach of a loan covenant; and
- whether or not RHG was obliged to pay indemnity payments to the special purpose vehicle.

RHG wishes to report that all matters have now been resolved commercially in a manner which RHG believes is in shareholders' best interests.

As part of the settlement:

- all parties have also agreed to cease current court proceedings;
- the events of default that were the subject of the court proceedings have been waived; and
- the facility has been amended and as part of those amendments, the obligation of RHG to pay indemnity payments for currency exchange and basis swap costs that were the subject of the dispute has been deleted.

Profit Guidance for the year ended 30 June 2010

RHG advised the market on Monday 24 August 2009 that RHG expected to report a net operating profit after tax for the 2010 financial year within a range of \$55 million to \$65 million. Due to a number of factors including the settlement as described above RHG now expects to report a net operating profit after tax for the 2010 financial year within a range of \$65 million to \$75 million.¹

Further media enquiries

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1. A forecast involves RHG taking a view on risks and uncertainties and determining assumptions that will be outside the control of RHG. In determining profit guidance RHG has had to make estimates of the spread between the cash and BBSW rate, the actions of our various warehouse providers, the outlook for the economy and the effect on the real estate market, the speed of prepayments of the mortgage book & the remaining product mix, actions by Government authorities such as change in taxation or regulation. Given these risks and uncertainties, undue reliance should not be placed on this profit guidance.