

COUNTRY ROAD

28 MARCH 2011

STATEMENT TO THE AUSTRALIAN SECURITIES EXCHANGE

SETTLEMENT OF PROCEEDINGS WITH FORMER CEO

Country Road and John Cheston have settled their litigation in the Federal Court of Australia. The proceeding is to be discontinued. Country Road is to pay \$1,100,000 to Mr Cheston. The successful resolution of the case occurred at mediation and enables the parties to focus on their respective futures in the Australian fashion industry. The settlement is conditional upon appropriate approvals being obtained.

For further information, please contact:

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