

WOOLWORTHS LIMITED

A.B.N. 88 000 014 675

2 July 2004

The Manager, Companies
Australian Stock Exchange Limited
Company Announcements Office
Exchange Centre
Level 6
20 Bridge Street
SYDNEY NSW 2000

Dear Sir/Madam

RE: WOOLWORTHS LIMITED – ANNOUNCEMENT BY BRUANDWO PTY LTD

Attached is an announcement by Bruandwo Pty Ltd, a company jointly owned by Woolworths Limited and The Bruce Mathieson Group, which relates to the acquisition of shares in Australian Leisure & Hospitality Group Limited.

For and On Behalf of
WOOLWORTHS LIMITED



R.K.S. JEFFS
COMPANY SECRETARY

Bruandwo Pty Ltd

ACN 098212134

Level 2, 56-58 Clarendon Street

South Yarra VIC 3141

Bruandwo announces acquisition of strategic stake in ALH

SYDNEY 2 July 2004: Mr Roger Corbett, Chief Executive Officer of Woolworths Limited (ASX:WOW) (**Woolworths**) and Mr Bruce Mathieson, founder and Managing Director of The Bruce Mathieson Group, today advised that Bruandwo Pty Limited (**Bruandwo**), a jointly owned company, has acquired a strategic stake of approximately 16% in Australian Leisure & Hospitality Group Limited (ASX:ALH) (**ALH**).

The ALH shares have been acquired on the share market since 3 June 2004 at prices ranging from \$2.23 to \$2.75, and at an average price of approximately \$2.62.

Mr Corbett and Mr Mathieson advised that they are contacting Mr Allan McDonald and Mr Geoff Rankin, Chairman and Chief Executive Officer of ALH respectively, to inform them of this shareholding, and to open a dialogue in relation to whether they would be interested in exploring alternatives that may benefit both parties. Mr Corbett and Mr Mathieson noted that this may ultimately result in a takeover for ALH, but indicated that no decision will be made in relation to any alternatives prior to discussion with ALH.

ENDS