



ASX ANNOUNCEMENT

30 September 2004

The Manager
Corporate Announcement Office
Australian Stock Exchange Limited

Announcement No: 29/05

ALH DIRECTORS RECOMMEND REVISED BRUANDWO OFFER OF \$3.15 CASH PER SHARE IN THE ABSENCE OF A HIGHER OFFER

Bruandwo Pty Limited (Bruandwo) announced today that it will:

- increase its cash offer for Australian Leisure & Hospitality Group Limited (ALH) from \$2.685 per ALH share to \$3.15 per ALH share;
- allow ALH shareholders who accept the offer to retain the 6.5 cent per share 2004 fully franked final dividend;
- waive all unsatisfied conditions of its offer so that its offer becomes unconditional; and
- reduce payment time under its offer so that accepting shareholders will be paid within five business days after their acceptance is processed.

Bruandwo also declared its offer price final in the absence of a higher or superior proposal.

ALH Directors note that the revised Bruandwo offer falls within the Independent Expert's valuation range of \$3.125 to \$3.355 per share (adjusted for the final dividend).

ALH Directors welcome the increased offer from Bruandwo and unanimously recommend that shareholders accept it in the absence of a higher or superior offer. However, shareholders are advised to consider the following matters in deciding whether and when to accept the revised offer:

- The revised Bruandwo offer is not scheduled to close prior to 18 October 2004, giving shareholders ample time to consider the offer. Shareholders should be aware that if they accept the offer now they will lose the ability to sell their shares to anyone else, including by selling on market or by accepting any superior proposal that might arise.



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- ALH Directors also advise shareholders to seek their own taxation advice before deciding whether and when to accept the revised Bruandwo offer. As ALH shares will not have been held for 12 months if they are disposed of as a result of accepting the Bruandwo offer, no Capital Gains Tax discount will be available to eligible taxpayers.
- The market price of ALH shares at the close of trading on 30 September 2004 was \$3.23.

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Australian Leisure & Hospitality Group Limited
Noel Phillips
Company Secretary
30 September 2004

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