

5th December 2008

Company Announcements Office

ASX

Reminder – Rights Issue Closing

Lifestyle Communities Limited would like to remind all eligible shareholders that the Shareholder Offer under the current 5 for 6 Non-renounceable Rights Issue is due to close 10 December 2008 in accordance with the agreed timetable. Acceptances and payments must be received by the Company's share registry service, Computershare Investor Services Pty Limited, before 5.00pm AEDT, 10 December 2008.

Funds raised under the offer will be directed towards:

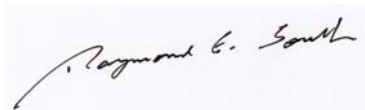
- Continued development of existing villages at Brookfield, Warragul and Tarneit;
- The opportunity to reduce debt,
- Forward planning and development of villages during 2009 at Lynbrook and Shepparton;
- The opportunity to refinance some land holdings on more favorable terms; and
- Enabling an appropriate cash reserve to be held on the Company's balance sheet.

The Founding Directors have reaffirmed their commitment to invest at least \$4.5 million and the Board would like to remind all shareholders that it reserves the right to place any shortfall in the take-up of rights at its discretion with either existing shareholders or "sophisticated/institutional" investors.

Please refer to the Shareholder Offer and Terms for full application details.

Any queries in relation to the Shareholder Offer can be directed to Dael Perlov, Director of Operations at Lifestyle Communities Limited on 03 9682 2249 or Computershare Investor Services Pty Limited 1300 540 876 or +61 3 9415 4664

Yours faithfully



R E South
Company Secretary