



ASX AND MEDIA RELEASE

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DAVID JONES DECIDES TO EXIT BANKSTOWN CENTRE

David Jones Limited (DJS) today announced that it has given notice to Centro (the owners of the Bankstown Shopping Centre) that it will exit their centre in Sydney's western suburbs at the end of July 2007 or another mutually acceptable date.

This decision follows the announcement made by the Company on 15 May 2007 that it has also decided not to renew its lease at the Westfield Eastgardens Centre (NSW).

David Jones CEO Mark McInnes said, "Our Bankstown store has always been a marginal store in our portfolio. We have publicly stated that it generates approximately \$1 million in store contribution (pre allocation of Head Office charges) and that unless we could agree lease terms with the landlord that significantly improve our store profitability, we would exit the centre and focus our resources on high growth, high value stores in our portfolio, such as our new Burwood store.

"Since its opening on 3 May 2007 our Burwood store's performance has been outstanding. We are confident that the store contribution from Burwood in its first year of operation will be significantly higher than the combined contribution from Eastgardens and Bankstown.

"Focussing on high growth and high value stores rather than committing significant company resources to marginal stores with long term lease risk will deliver better short, medium and long term returns for our shareholders." Mr McInnes said.

The Company confirmed its commitment to providing continued employment to all of the current Bankstown employees within David Jones.

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