

6 June 2005



The Manager  
Company Announcements Office  
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Dear Sir/Madam

**RE: WESTFIELD GROUP (ASX:WDC): FOREIGN CURRENCY HEDGING UPDATE**

The Westfield Group (ASX:WDC) has today finalised a foreign currency hedging arrangement ("collar") over approximately US\$4.0 billion of the Group's borrowings.

As noted at the time of the merger the Group put in place cross currency swaps, the effect of which was to increase US dollar debt and reduce Australian dollar debt. As a result the value of the Group's US dollar borrowings and cross currency swaps closely equated to the value of the Group's US dollar property assets and created a balance sheet hedge against movements in exchange rates.

Any movement in asset values as a result of exchange rate fluctuations remains unrealised unless assets are sold. However, cross currency swaps will impact upon the Group's cashflow on rollover or maturity of the swap.

In order to manage the cashflow impact of maturing cross currency swaps the Group has now entered into put and call options ("collar") over US\$4 billion of the Group's borrowings. The "collar" matures in the six month period ending 31 December 2006 and has an average exchange rate upper limit of AUD = USD 0.7950 and an average exchange rate lower limit of AUD = USD 0.7230.

This hedging arrangement has been achieved at "zero cost" and is not expected to have any impact on the Group's forecast distribution for the 12 months ending 31 December 2005.

Yours faithfully

**WESTFIELD GROUP**

A handwritten signature in black ink, appearing to be "S. Tuxen", written over a horizontal line.

**Simon Tuxen**  
**Company Secretary**

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as responsible entity for **Westfield Trust** ABN 55 191 750 378 ARSN 090 849 746

**Westfield America Management Limited** ABN 66 072 780 619 AFS Licence 230324  
as responsible entity for **Westfield America Trust** ABN 27 374 714 905 ARSN 092 058 449