

Thorn Group Limited

ACN 072 507 147

ASX ANNOUNCEMENT

1 June 2011

CLEANSING NOTICE UNDER SECTION 708AA(2)(F) OF THE CORPORATIONS ACT 2001

Thorn Group Limited (ASX: TGA) (**Thorn**) today announced a renounceable entitlement offer of one (1) fully paid ordinary share (**New Shares**) for every eight (8) Thorn shares held at 7:00pm (AEST) on 9 June 2011 by shareholders with registered addresses in Australia and New Zealand at an issue price of \$1.85 per New Share (**Offer**).

This notice is given under section 708AA(2)(f) of the Corporations Act. Thorn advises that:

1. The New Shares offered under the Offer will be issued without disclosure to investors under Part 6D of the Corporations Act.
2. As a disclosing entity, Thorn is subject to regular reporting and disclosure obligations. As at the date of this notice, Thorn as issuer of the New Shares has complied with:
 - the provisions of Chapter 2M of the Corporations Act as those provisions apply to Thorn; and
 - Section 674 of the Corporations Act as that section applies to Thorn.
3. As at the date of this notice there is no “excluded information” (as that term is defined in sections 708AA(8) and 708AA(9) of the Corporations Act) that is required to be disclosed for the purpose of section 708AA(7)(d) of the Corporations Act.
4. The Offer of New Shares is not expected to have any material effect on the control of Thorn. The Offer is pro rata, and shareholders have an opportunity, subject to the discretion of the Underwriter in consultation with the Company, to subscribe for additional New Shares. No shareholder need therefore be diluted by the Offer.

For further information please contact:

John Hughes
Managing Director
Telephone: 02 9101 5044 or 0414 970 150

ABOUT THORN GROUP LIMITED (ASX: TGA, www.thorn.com.au)

Thorn Group is a retailing and financial services company and a leader in the household goods rental market. Its core business is Radio Rentals, a brand in Australia since 1937 and now with over 80 outlets nationally (Thorn trades as Radio Rentals in all states and territories except South Australia, where it trades as Rentlo). Other group businesses comprise Thorn Business Services, providing commercial finance for SMEs, Cashfirst, providing personal loans up to \$5,000, and National Credit Management Limited, a full service receivables management company.
