FLIGHT CENTRE LIMITED

Statement to Australian Stock Exchange – February 6, 2007

FLIGHT CENTRE LIMITED ANNOUNCES PROPOSED BUY-BACK CAPITAL/DIVIDEND ALLOCATION

FLIGHT Centre Limited (FLT) today announced the capital/dividend allocation that it has proposed to apply to the off-market buy-back of FLT shares as an optional element of the proposal to privatise FLT by scheme of arrangement.

The buy-back, which will be offered subject to FLT shareholders approving both the scheme and the buy-back resolution at meetings to be held on February 28 2007, will see FLT offer to buy-back 5,708,172 (14.3%) of the 39,851,071 shares held by Non-Founder Shareholders.

Under the proposed allocation, FLT shareholders who elect to participate in the buy-back will receive $17.00 cash per participating share, comprising:

- a $2.76 capital component per participating share; and
- a $14.24 fully franked dividend component per participating share.

A class ruling application has been lodged with the ATO requesting confirmation of these amounts. The ATO will issue its ruling after the buy-back offer is complete in accordance with the terms outlined in the Information Memorandum.

The buy-back consideration is in addition to the $0.20 per share fully franked special dividend declared on December 22 2006 and is an alternative to receiving $17.00 cash per participating share under the proposed scheme of arrangement.

Further details, including an outline of the scale back procedure that will apply if FLT receives buy-back elections for more than 5,708,172 shares, are provided in the Information Memorandum which was posted to shareholders on January 30.

Before deciding to participate in the buy-back, shareholders should carefully read the

Information Memorandum (particularly section 11), consider their particular circumstances and tax position (including whether any recently purchased shares qualify to participate in the distribution of franking credits via the buyback) and obtain their own professional advice.

The last date for many shareholders to acquire shares and qualify to receive a franking credit from the share buy-back was January 26 2007.

ENDS Media and investor enquiries to Haydn Long 0418 750454