

HOMESTYLE GROUP PLC

SPECIAL RESOLUTION

The following Special resolution was passed by the Company at its Annual General Meeting on Friday 17th November 2006;

10. That the company be and is generally and unconditionally authorised for the purpose of section 166 of the Act to make one or more market purchases (within the meaning of section 163(3) of the Act) on the London Stock Exchange of ordinary shares of 25 pence each ("shares") in the capital of the company provided that:
- (a) the maximum number of shares authorised by this resolution to be purchased is 25,907,484 representing approximately 10% of the company's issued ordinary share capital;
 - (b) the minimum price which may be paid for such shares is 25 pence per share (exclusive of expenses);
 - (c) the maximum price (exclusive of expenses) which may be paid for a share shall not be more than the higher of:
 - (i) 5% above the average middle market quotations for a share, as derived from the London Stock Exchange Daily Official List, for the five business days immediately preceding the date of purchase; and
 - (ii) that stipulated by article (5)1 of the Buy-back and Stabilisation Regulation;
 - (d) unless previously renewed, varied or revoked the authority conferred by this resolution shall expire on the earlier of the date falling 15 months from the passing of this resolution and the conclusion of the next annual general meeting following the date of this resolution of the company save that the company may make a contract or contracts to purchase shares before this authority (as varied or renewed) expires, notwithstanding that it may be executed wholly or partly after it expires, and the company may purchase shares pursuant to any such contract or contracts;

Certified a true copy of the Resolution




Mark Ashcroft
Group Company Secretary
Home-style Group Plc

22nd November 2006