

26 November, 2008

Ms Luxmy Wigneswaran
Adviser, Issuers (Sydney)
Australian Stock Exchange
20 Bridge Street
Sydney NSW 2000

BY EMAIL

Dear Lux,

In response to the ASX Price Query received today regarding trading in shares of Fairfax Media Limited [ASX: FXJ] the Company is not aware of any information concerning it that has not been announced which, if known, could be an explanation for recent trading in the securities of the Company.

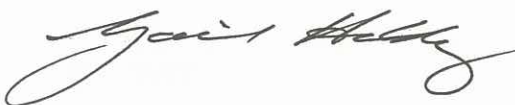
We believe the price changes and increase in volume in the securities of the Company are at least in part related to unfounded rumours that the Company will need to raise equity and to continuing waves of short-selling of the stock.

The Company has no plans or current need to raise equity.

The Company provided an update to the market on trading and earnings at the Annual General Meeting in Melbourne on 13 November, 2008, and there are no new developments to report in this area.

We believe the Company is in compliance with the Listing Rules and, in particular, Listing Rule 3.1.

Yours sincerely



GAIL HAMBLY