

Australia

New Zealand

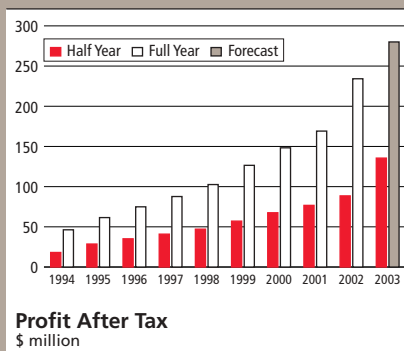
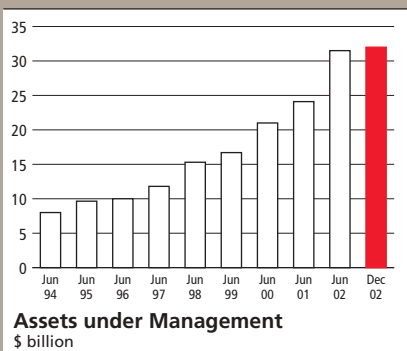


United Kingdom

United States

Westfield Holdings Limited
Half Year Report 2002
for the six months ended 31 December 2002

FINANCIAL HIGHLIGHTS



HALF YEAR ENDED 31 DECEMBER

		2002	2001	Change (%)
Earnings before interest and tax	\$ million	190.3	151.0	+ 26.0
Profit after tax	\$ million	135.5	88.5	+ 53.2
Shareholders' funds	\$ million	1,613.1	1,401.6	+ 15.1
Assets under management	\$ billion	32.0	30.9	+ 3.6
Dividend per share	cents	12.02	8.05	+ 49.3
Earnings per share	cents	24.04	16.10	+ 49.3

• All dollar amounts in this report are in Australian currency unless otherwise stated.

THE DIRECTORS OF WESTFIELD HOLDINGS LIMITED HAVE PLEASURE IN PRESENTING THE RESULTS OF WESTFIELD HOLDINGS LIMITED FOR THE HALF YEAR ENDED 31 DECEMBER 2002.

Barring unforeseen circumstances, the company expects to achieve an after-tax profit for the 2003 financial year of around \$280 million, an increase of approximately 20% on last year. This is ahead of the 15% increase in after-tax profit forecast by the Chairman, Mr Frank Lowy, at Westfield's Annual General Meeting in November 2002.

The highlights of Westfield's half-yearly profit result for the six months to 31 December 2002, included:

- An after tax profit of \$135.5 million, up 53.2% on the previous corresponding period;
- Earnings per share of 24.04 cents, up 49.3% on the previous corresponding period;
- An interim dividend of 12.02 cents per share, up 49.3% on the previous corresponding period. The interim dividend will be 40% franked.

The previous half-year result did not include income associated with the Rodamco North America (RNA) transaction, which positively impacted this half year result.

The full year forecast represents:

- Earnings per share of around 49.5 cents, an increase of around 18% on the previous corresponding period;
- Earnings Before Interest and Tax (EBIT) of around \$400 million, an increase of 13% on the previous corresponding period;
- Return on Equity of 18.2% compared with 16.7% for the previous corresponding period.

The company has continued to expand its global business during the financial year.

Highlights include:

- The addition of 3 new properties to the Westfield portfolio at Newmarket (Auckland, New Zealand), Southgate Plaza (Sarasota, Florida) and Fashion Square (Sherman Oaks, California);



- The completion of \$640 million of development projects including Eastgardens (Sydney, Australia), West County and South County (St Louis, Missouri, USA);
- Receiving outline planning consents for 3 major development projects in the United Kingdom at Derby, Nottingham and Swindon;
- The addition of \$2.1 billion of development projects to the development pipeline.

The group's development pipeline, representing projects either under construction or expected to start within the next five years, is now \$6.3 billion. The company is also working on additional projects valued at approximately \$5.0 billion.

All parts of the expanded business are operating successfully, in particular, the integration of the 25 new centres added to the portfolio over the last 12 months.

Westfield now manages 111 centres globally with a value of \$32.0 billion comprising 17,000 retail outlets and 8.5 million square metres of space.

An artist's impression of Westfield Bondi Junction, Sydney, Australia



WESTFIELD NOW MANAGES 111 CENTRES GLOBALLY WITH A VALUE OF \$32.0 BILLION COMPRISING 17,000 RETAIL OUTLETS AND 8.5 MILLION SQUARE METRES OF SPACE.



Westfield St Lukes, Auckland, New Zealand

Australia and New Zealand

During the half year, Westfield successfully completed the \$100 million refurbishment and expansion of Westfield Eastgardens in Sydney. Work on the \$680 million Bondi Junction project in Sydney continues on schedule.

Work also continues on the \$30 million Homemaker Retail Campus at Fountain Gate in Melbourne, the \$67 million first stage of the North Lakes shopping centre, in Brisbane's north and the \$60 million redevelopment of Whitford City centre in Perth. In New Zealand, work on the NZ\$55 million St Lukes project in Auckland is nearing completion.

Last September, Westfield was appointed developer and manager of the joint venture holdings of Westfield Trust and Auckland One Ltd (the owner of the Two Double Seven shopping centre) in Newmarket, New Zealand valued at NZ\$245 million. Newmarket is one of Auckland's premier retail markets and the combination of the land holdings, representing

approximately 7 hectares, will allow for development of a major shopping centre on the combined sites.

Planning work is also well advanced for new projects at Doncaster in Melbourne, Centrepoin in Sydney's CBD, Liverpool in Sydney, Innaloo in Perth, Queensgate in Wellington and Riccarton in Christchurch.

In early March 2003, following the company's half year profit announcement, Westfield Trust acquired Sydney Central Plaza (SCP) from Coles Myer Limited for approximately \$400 million inclusive of transaction costs. The 54,000 square metre shopping centre is located at the centre of Sydney's CBD major retail precinct.

United States

During the half year, Westfield successfully completed the US\$237 million redevelopment of Westfield Shoppingtown West County and the US\$60 million redevelopment of Westfield Shoppingtown South County, both in St Louis, Missouri.

In August, work started on the US\$134 million redevelopment of Westfield Shoppingtown Oakridge in San José, California. The project is expected to be finished in the first half of calendar 2004. Work continues at Westfield Shoppingtowns Palm Desert, California and Great Northern in Cleveland, Ohio (combined project value US\$50 million).

In December, Westfield America acquired a 50% interest in Fashion Square Sherman Oaks for US\$67 million from a US affiliate of the United Kingdom's Prudential plc. Simultaneously, Prudential's US affiliate acquired a 25% interest in Westfield America Inc's Garden State Plaza for US\$193.8 million.

In January 2003, Westfield America acquired Southgate Plaza shopping centre in Sarasota, Florida for US\$62 million, adding a fourth centre to the Tampa cluster in Florida.



DIRECTORS BELIEVE THAT THE MAJOR EXPANSION OF THE GROUP'S GLOBAL SHOPPING CENTRE BUSINESS AND THE CONTINUING GROWTH IN SIZE AND SCOPE OF THE DEVELOPMENT PROGRAM IN ALL FOUR MARKETS IN WHICH WESTFIELD OPERATES PROVIDE A STRONG PLATFORM FOR SUSTAINED EBIT AND AFTER TAX PROFIT GROWTH.

In February 2003, Westfield America signed an in-principle agreement with listed US REIT, Forest City Enterprises, to redevelop Westfield's San Francisco Centre together with an adjacent property, the former Emporium department store, which is owned by Forest City. With its combination of downtown location and department stores, the US\$380 million project, on completion, is expected to be one of the pre-eminent retail destinations in the US.

In January 2003, Westfield America joined Simon Property Group in a revised bid for Taubman Centers Inc, a leading US shopping centre company. The bid, priced at US\$20 per share for all Taubman common stock, was accepted by 85% of common stockholders by the initial close date of 14 February 2003. The offer has since been extended to 28 March 2003.

United Kingdom

During the half year, considerable progress was made with the UK development program. Since July 2002, outline planning consents have been received for £780 million of redevelopment projects at the Broadmarsh centre in Nottingham (£400 million), Eagle centre in Derby (£200 million) and Brunel centre in Swindon (£180 million).

The UK portfolio continued to perform well with occupancy levels in all seven centres in excess of 99%, compared with 95.3% at the time of acquisition in 2000.

Retail sales in the UK generally remained strong throughout the period, up between 3-4% on a like-for-like basis on the previous corresponding half year period. This has been reflected in the sales achieved in Westfield centres.

Work is progressing on the funding structure for the UK portfolio.

Directors

The Directors of the Company during the half year were FP Lowy, AC, FG Hilmer, AO, DH Lowy,



**Westfield Shoppingtown Century City,
Los Angeles, United States**

RA Ferguson, DM Gonski, AO, SP Johns, PS Lowy, SM Lowy, DR Wills, AO and CM Zampatti, AM. Each of the Directors held office throughout the half year and there has been no change to the Board since the end of the half year.

Outlook

Directors believe that the major expansion of the Group's global shopping centre business and the continuing growth in size and scope of the development program in all four markets in which Westfield operates provide a strong platform for sustained EBIT and after tax profit growth.

Made on 13 March 2003 in accordance with a resolution of the Directors.

**FP Lowy, AC
Chairman**

BOARD OF
DIRECTORS



FRANK P LOWY, AC **STEPHEN P JOHNS**



FREDERICK G HILMER, AO **PETER S LOWY**



DAVID H LOWY **STEVEN M LOWY**



ROBERT A FERGUSON **DEAN R WILLS, AO**



DAVID M GONSKI, AO **CARLA M ZAMPATTI, AM**



FRANK P LOWY, AC

CHAIRMAN

Mr Frank Lowy is Executive Chairman and co-founder of Westfield. He is a Member of the Board of the Reserve Bank of Australia and a Director of Daily Mail and General Trust plc (UK) and a member of the Board of Trustees of The Scripps Research Institute Board. He is Chairman of the Remuneration Committee.

FREDERICK G HILMER, AO

DEPUTY CHAIRMAN

Appointed as a Non-Executive Director in 1991 and Non-Executive Deputy Chairman in 1997, Frederick Hilmer holds degrees in Law from the Universities of Sydney and Pennsylvania and an MBA from the Wharton School of Finance. He is Chief Executive Officer of John Fairfax Holdings Limited. Prior to joining Fairfax, he was Dean and Professor of Management at the Australian Graduate School of Management at the University of NSW, and a director of a number of major public companies. He is Chairman of the Audit and Compliance Committee and a member of the Remuneration Committee.

DAVID H LOWY

DEPUTY CHAIRMAN

Appointed Non-Executive Deputy Chairman in June 2000, David Lowy holds a Bachelor of Commerce degree from the University of NSW. He joined Westfield in 1977 and spent a number of years working for the Group in the US. David Lowy was appointed Executive Director in 1982 and then Managing Director in 1987, a position he held until June 2000. David Lowy is a principal of LFG Holdings. He is the Founder and President of Temora Aviation Museum.

ROBERT A FERGUSON

Appointed as a Non-Executive Director in 1994, Robert Ferguson holds an Honours Degree in Economics from the University of Sydney and is an Associate of the Securities Institute of Australia. He is a member of the Remuneration Committee.

DAVID M GONSKI, AO

Appointed as a Non-Executive Director in 1985, David Gonski holds degrees in Law and Commerce. He is Chairman of Investec Wentworth Pty Ltd and Coca-Cola Amatil Limited. He is a Director of John Fairfax Holdings Ltd and ANZ Banking Group Ltd. He is President of the Art Gallery of NSW Trust and Chairman of the National Institute of Dramatic Art and the Australia Council. He is a member of the Audit and Compliance Committee and the Remuneration Committee.

STEPHEN P JOHNS

EXECUTIVE DIRECTOR, CAPITAL MARKETS

Appointed as an Executive Director in 1985, Stephen Johns holds a Bachelor of Economics degree from the University of Sydney and is a Fellow of the Institute of Chartered Accountants in Australia. He joined Westfield in 1970 and became Finance Director of Westfield in 1985, Group Finance Director in 1997 and Executive Director, Capital Markets in 2002. Stephen Johns is also a member of the Council of Governors of Ascham School and a Director of Ascham Foundation Limited.

PETER S LOWY

MANAGING DIRECTOR

Appointed as an Executive Director in 1987, Peter Lowy holds a Bachelor of Commerce degree from the University of NSW. Prior to joining Westfield in 1983, he worked in investment banking in the US and UK. He has resided in the US since 1990 and was appointed Managing Director in 1997. He serves on the Board of Governors for the National Association of Real Estate Investment Trusts, is on the Board of Directors of the Association of Foreign Investors in Real Estate, the Real Estate Roundtable and is a member of ICSC, and is Founding Chairman of the e-Fairness Coalition.

STEVEN M LOWY

MANAGING DIRECTOR

Appointed as an Executive Director in 1989, Steven Lowy holds a Bachelor of Commerce (Honours) degree from the University of NSW. Prior to joining Westfield in 1987, he worked in investment banking in the US. In 1997, he was appointed Managing Director. He is a Director of the Victor Chang Cardiac Research Institute.

DEAN R WILLS, AO

Appointed as a Non-Executive Director in 1994, Dean Wills is Chairman of Transfield Services Ltd, Chairman of the Coca-Cola Australia Foundation and Chairman of John Fairfax Holdings Ltd.

CARLA M ZAMPATTI, AM

Appointed as a Non-Executive Director in 1997, Carla Zampatti is Executive Chairman of the Carla Zampatti Group. She is Chairman of the Special Broadcasting Service (SBS), a Director of McDonald's Australia Limited, Australian Graduate School of Management and a Trustee of the Sydney Theatre Company Foundation Trust.

CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE

for the half year ended 31 December 2002

	Notes	31 December 2002 \$000	31 December 2001 \$000
Revenue from ordinary activities	2	559,352	523,791
Expenses from ordinary activities	3	(489,353)	(435,905)
Borrowing costs		(25,886)	(35,746)
Share of net profits of associates and joint venture entities	10	120,961	63,735
Profit from ordinary activities before income tax expense		165,074	115,875
Income tax expense relating to ordinary activities		(29,577)	(27,402)
Profit from ordinary activities after income tax expense		135,497	88,473
Increase in asset revaluation reserve		16,201	91,572
Net exchange differences on translation of financial report of foreign controlled entities and associates		(3,472)	2,164
Total revenues, expenses and valuation adjustments attributable to members of Westfield Holdings Limited and recognised directly in equity		12,729	93,736
Total changes in equity other than those resulting from transactions with owners as owners		148,226	182,209
Earnings per share			
– Basic		24.04c	16.10c
– Diluted		23.83c	15.90c

CONSOLIDATED STATEMENT OF FINANCIAL POSITION

as at 31 December 2002

	31 December 2002 \$000	30 June 2002 \$000	31 December 2001 \$000
Current assets			
Cash	139,960	50,463	176,015
Receivables	63,393	85,761	90,894
Inventories	36,965	33,249	51,855
Income tax receivable	5,613	5,213	10,689
Dividends and distributions receivable	74,992	63,714	35,364
Other	37,416	31,724	29,500
Receivables under forward exchange and other derivative contracts	66,054	3,453	–
Unrealised exchange loss on forward exchange and other derivative contracts	1,852	1,192	9,953
Total current assets	426,245	274,769	404,270
Non-current assets			
Receivables	20,681	6,961	6,095
Investments accounted for using the equity method	2,719,560	2,678,550	2,919,876
Other investments	14,937	2,874	2,871
Inventories	9,289	7,476	8,651
Plant and equipment	125,910	130,746	84,071
Deferred tax assets	25,374	22,046	17,163
Other	7,774	14,360	16,224
Receivables under forward exchange and other derivative contracts	22,683	75,046	133,642
Unrealised exchange loss on forward exchange and other derivative contracts	–	483	885
Total non-current assets	2,946,208	2,938,542	3,189,478
Total assets	3,372,453	3,213,311	3,593,748

CONSOLIDATED STATEMENT OF FINANCIAL POSITION *continued*

as at 31 December 2002

	Notes	31 December 2002 \$000	30 June 2002 \$000	31 December 2001 \$000
Current liabilities				
Payables		137,303	122,562	147,259
Interest bearing liabilities		1,782	4,188	304,544
Non-interest bearing liabilities		56,643	5,703	12,458
Current tax liabilities		28,438	8,221	5,700
Provisions	8	–	73,219	45,315
Other		58,632	52,640	41,706
Payables under forward exchange and other derivative contracts		63,057	1,192	9,953
Unrealised exchange gain on forward exchange and other derivative contracts		4,849	3,453	–
Total current liabilities		350,704	271,178	566,935
Non-current liabilities				
Interest bearing liabilities		1,142,823	1,171,085	1,073,317
Deferred tax liabilities		68,500	69,661	72,087
Provisions		9,488	8,694	8,455
Other		5,554	4,474	5,348
Payables under forward exchange and other derivative contracts		–	64,401	134,527
Unrealised exchange gain on forward exchange and other derivative contracts		22,683	11,128	–
Payables under cross currency contracts		159,561	153,259	331,456
Total non-current liabilities		1,408,609	1,482,702	1,625,190
Total liabilities		1,759,313	1,753,880	2,192,125
Net assets		1,613,140	1,459,431	1,401,623
Equity				
Contributed equity		714,407	708,872	707,299
Reserves		164,053	151,324	206,537
Retained profits		734,680	599,235	487,787
Total equity	5	1,613,140	1,459,431	1,401,623

CONSOLIDATED STATEMENT OF CASH FLOWS

for the half year ended 31 December 2002

	31 December 2002 \$000	31 December 2001 \$000
Cash flows from operating activities		
Receipts from customers	608,383	523,571
Payments to suppliers and employees	(488,978)	(424,690)
Dividends and distributions received	92,210	50,953
Income taxes paid	(14,491)	(13,620)
Goods and services tax paid	(16,141)	(7,239)
Net cash flows from operating activities	180,983	128,975
Cash flows from investing activities		
Payment for purchases of property, plant and equipment	(5,888)	(2,418)
Proceeds from sale of property, plant and equipment	13	17
Payment for purchases of equity investments	(24,451)	(1,006,355)
Proceeds from sale and realisation of equity investments	35,121	–
Loans (advanced to) / repaid by other entities	(13,720)	23,255
Dividends and distributions received	162	22
Net cash flows used in investing activities	(8,763)	(985,479)
Cash flows from financing activities		
Proceeds from issues of securities	5,535	518,920
Interest bearing liabilities	(41,522)	517,061
Non-interest bearing liabilities	50,940	10,395
Interest received	610	543
Borrowing costs	(24,958)	(37,127)
Dividends paid	(73,271)	(46,264)
Net cash flows (used in) / from financing activities	(82,666)	963,528
Net increase in cash held	89,554	107,024
Add opening cash brought forward	47,575	69,560
Effects of exchange rate changes on opening cash brought forward	1,049	(569)
Cash at the end of the half year	138,178	176,015

1 PRINCIPAL ACCOUNTING POLICIES

(a) Basis of preparation of the half year financial report

The half year financial report does not include all notes of the type normally included within the annual financial report. The half year financial report cannot be expected to provide as full an understanding of the financial performance, financial position and financing and investing activities of the Consolidated Entity ("Group") as the full financial report.

The half year financial report should be read in conjunction with the annual financial report of Westfield Holdings Limited as at 30 June 2002. It is also recommended that the half year financial report be read in conjunction with any public announcements made by Westfield Holdings Limited and its controlled entities during the half year ended 31 December 2002 in accordance with the continuous disclosure obligations arising under the Corporations Act 2001 (Cwlth).

(b) Basis of accounting policies

The half year financial report is a general purpose financial report which has been prepared in accordance with the requirements of the Corporations Act 2001 (Cwlth), applicable Accounting Standards including AASB 1029: Interim Financial Reporting and other mandatory professional reporting requirements including Urgent Issues Group Consensus Views.

The half year financial report has been prepared on the basis of historical cost accounting and does not purport to disclose current values except for the revaluation of non-current assets. The accounting policies adopted are consistent with those applied in the 30 June 2002 annual financial report except that the Group has applied for the first time the new Accounting Standard AASB 1044: Provisions, Contingent Liabilities and Contingent Assets, refer note 8 and the revised Accounting Standard AASB 1012: Foreign Currency Translation, refer note 9.

For the purpose of preparing the half year financial report, the half year has been treated as a discrete reporting period.

(c) Rounding

Pursuant to ASIC Class Order 98/0100, the amounts shown in the financial report have, unless otherwise indicated, been rounded to the nearest thousand dollars.

	31 December 2002 \$000	31 December 2001 \$000
2 REVENUE FROM ORDINARY ACTIVITIES		
Revenue from operating activities		
Property development and construction	405,952	415,976
Property and funds management	118,500	90,037
Property investment	19,403	17,177
Revenue from non operating activities		
Interest income from other corporations	625	584
Proceeds on disposal of non-current assets	14,872	17
	559,352	523,791
3 EXPENSES FROM ORDINARY ACTIVITIES		
Costs of materials and supplies (net of recoveries)	(331,057)	(298,692)
Gross employment expense	(110,730)	(104,458)
Corporate overheads	(5,549)	(5,125)
Operating lease rental expense	(16,763)	(14,733)
Depreciation and amortisation	(11,058)	(11,421)
Realised foreign exchange gain/(loss)	414	(1,464)
Book value of non-current assets sold	(14,610)	(12)
	(489,353)	(435,905)
4 DIVIDENDS		
(i) Dividend proposed but not provided in the Statement of Financial Position		
40% Franked dividends at 12.02 cents per share (refer note 8)	67,812	–
Record date for interim dividend is 19 March 2003. Interim dividend is payable on 31 March 2003.		
(ii) Prior year dividend proposed and provided for in the Statement of Financial Position		
60% Franked dividends at 8.05 cents per share	–	45,315
(iii) Dividend paid during the half year		
40% Franked dividends at 13.00 cents per share (2001: 60% Franked dividends at 8.76 cents per share)	73,271	46,264

	31 December 2002 \$000	30 June 2002 \$000	31 December 2001 \$000
5 EQUITY			
Total equity at the beginning of the financial period	1,459,431	745,809	745,809
Total changes in equity recognised in the Statement of Financial Performance	148,226	311,689	182,209
Issues of securities	5,535	529,763	518,920
Share issue costs	–	(9,270)	–
Net effect of changes in accounting policies			
AASB 1044: Provisions, Contingent Liabilities and Contingent Assets – Provision for Dividends	73,219	–	–
Dividends paid or provided for *	(73,271)	(118,560)	(45,315)
Total equity at the end of the financial period	1,613,140	1,459,431	1,401,623

* The dividend in respect of 31 December 2002 half year of \$67.8 million (12.02 cents per share) has not been provided for in the Statement of Financial Position in accordance with AASB 1044: Provisions, Contingent Liabilities and Contingent Assets (refer note 8).

6 CONTINGENT LIABILITIES

Performance guarantees	74,848	51,394	38,068
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The Group is involved in several law suits in the normal course of business. However, management believes that the ultimate outcome of such pending litigation will not materially affect the results of operations or the financial position of the Group.

	Australasia six months to		United States six months to		United Kingdom six months to		Group six months to	
	31 Dec 02 \$000	31 Dec 01 \$000	31 Dec 02 \$000	31 Dec 01 \$000	31 Dec 02 \$000	31 Dec 01 \$000	31 Dec 02 \$000	31 Dec 01 \$000
7 SEGMENT INFORMATION								
PRIMARY GEOGRAPHIC SEGMENT								
Segment revenue								
Segment trading revenue	285,565	238,710	233,842	277,099	24,448	7,381	543,855	523,190
Equity accounted net profit of associates	–	–	105,653	53,082	15,308	10,653	120,961	63,735
Total segment revenue	285,565	238,710	339,495	330,181	39,756	18,034	664,816	586,925
Group interest income							625	584
Proceeds from the sale of non-current assets							14,872	17
Consolidated total revenue							680,313	587,526
Segment profit								
Segment result before corporate overheads, interest, sale of investments and taxation	49,124	48,417	129,994	100,674	15,786	8,493	194,904	157,584
Corporate overheads and net interest expense							(29,830)	(41,709)
Income tax expense							(29,577)	(27,402)
Consolidated operating profit after tax							135,497	88,473
Segment assets								
Segment assets	136,170	126,341	2,298,579	2,493,091	635,237	608,467	3,069,986	3,227,899
Corporate assets							302,467	365,849
Consolidated total assets							3,372,453	3,593,748
Segment liabilities								
Segment liabilities	135,052	121,208	113,349	78,949	6,794	6,750	255,195	206,907
Corporate liabilities							1,504,118	1,985,218
Consolidated total liabilities							1,759,313	2,192,125
Other segment information								
Investment in equity accounted associates included in segment assets	–	–	2,108,701	2,327,707	610,859	592,169	2,719,560	2,919,876
Additions to segment non-current assets	3,840	317	1,742	981,088	24,757	27,368	30,339	1,008,773
Depreciation and amortisation	6,506	6,117	4,021	4,876	531	428	11,058	11,421

	Property Investment		Property, Development and Construction		Property and Funds Management		Group	
	six months to		six months to		six months to		six months to	
	31 Dec 02	31 Dec 01	31 Dec 02	31 Dec 01	31 Dec 02	31 Dec 01	31 Dec 02	31 Dec 01
	\$000	\$000	\$000	\$000	\$000	\$000	\$000	\$000
SECONDARY BUSINESS SEGMENT								
Segment revenue								
Segment trading revenue	19,403	17,177	405,952	415,976	118,500	90,037	543,855	523,190
Equity accounted net profit of associates	120,961	63,735	–	–	–	–	120,961	63,735
Total segment revenue	140,364	80,912	405,952	415,976	118,500	90,037	664,816	586,925
Group interest income							625	584
Proceeds from sale of non-current assets							14,872	17
Consolidated total revenue							680,313	587,526
Segment assets								
Segment assets	2,804,275	2,972,826	172,123	166,090	93,588	88,983	3,069,986	3,227,899
Corporate assets							302,467	365,849
Consolidated total assets							3,372,453	3,593,748
Other segment information								
Additions to segment non-current assets	24,734	1,006,472	2,115	846	3,490	1,455	30,339	1,008,773

8 PROVISIONS, CONTINGENT LIABILITIES AND CONTINGENT ASSETS

The Group has applied for the first time the new Accounting Standard AASB 1044: Provisions, Contingent Liabilities and Contingent Assets. The interim dividend for the current period of \$67.8 million (12.02 cents per share) has not been provided for in the Statement of Financial Position, as it was not declared, determined or publicly recommended before 31 December 2002. Previously, dividends were recognised in the financial year to which they related. There is no impact to the Statement of Financial Performance for this change in accounting policy. Comparatives have not been adjusted to reflect this change in policy.

9 FOREIGN CURRENCY TRANSLATION

The Group has adopted the revised Accounting Standard AASB 1012: Foreign Currency Translation. The Group uses forward exchange contracts to hedge specific commitments including US and NZ dollar denominated revenue, assets and liabilities. These hedge commitments were not recorded in the Statement of Financial Position in previous years. As at 31 December 2002, the unrealised exchange difference in respect of the above foreign exchange contracts is recorded in the Statement of Financial Position as follows:

	31 December 2002 \$000	30 June 2002 \$000	31 December 2001 \$000
Current assets			
Receivables under forward exchange and other derivative contracts	66,054	3,453	–
Unrealised exchange loss on forward exchange and other derivative contracts	1,852	1,192	9,953
Non-current assets			
Receivables under forward exchange and other derivative contracts	22,683	75,046	133,642
Unrealised exchange loss on forward exchange and other derivative contracts	–	483	885
Current liabilities			
Payables under forward exchange and other derivative contracts	(63,057)	(1,192)	(9,953)
Unrealised exchange gain on forward exchange and other derivative contracts	(4,849)	(3,453)	–
Non-current liabilities			
Payables under forward exchange and other derivative contracts	–	(64,401)	(134,527)
Unrealised exchange gain on forward exchange and other derivative contracts	(22,683)	(11,128)	–

There is no impact to the Statement of Financial Performance for this change in accounting policy.

10 SHARE OF NET PROFITS OF ASSOCIATES AND JOINT VENTURE ENTITIES – PRIOR PERIOD

At 31 December 2001 the Group held an equity interest of 24.2% in Rodamco North America N.V. ("RNA"). At the date of preparing the 31 December 2001 ("previous corresponding period") accounts there was insufficient financial information available from RNA to enable the Group to record investment income for its share of associates profit for that period. The previous corresponding period does not include any contribution from RNA for the four month period from the date of acquisition to 31 December 2001.

DIRECTORS' DECLARATION

The Directors' of Westfield Holdings Limited ("Company") declare that:

- (a) the financial statements of the Consolidated Entity for the half year ended 31 December 2002 ("Financial Statements") and notes thereto comply with the accounting standards;
- (b) the Financial Statements and notes thereto give a true and fair view of the financial position and performance of the Company together with all the entities it is required by the accounting standards to include in those statements; and
- (c) in the Directors' opinion, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable;

Made on 13 March 2003 in accordance with a resolution of the Board of Directors.



F P Lowy, AC
Chairman



S P Johns
Executive Director, Capital Markets

To the members of Westfield Holdings Limited

Scope

We have reviewed the financial report of Westfield Holdings Limited for the half year ended 31 December 2002, set out on pages 8 to 18, including the Directors' Declaration. The financial report includes the consolidated financial statements of the consolidated entity comprising Westfield Holdings Limited and the entities it controlled at the end of the half year or from time to time during the half year. The company's directors are responsible for the financial report. We have conducted an independent review of the financial report in order to state whether, on the basis of the procedures described, anything has come to our attention that would indicate that the financial report is not presented fairly in accordance with Accounting Standard AASB 1029 "Interim Financial Reporting" and other mandatory professional reporting requirements in Australia and statutory requirements, and in order for the company to lodge the financial report with the Australian Securities and Investments Commission.

Our review has been conducted in accordance with Australian Auditing Standards applicable to review engagements. Our review was limited primarily to inquiries of the disclosing entity's personnel and analytical review procedures applied to financial data. These procedures do not provide all the evidence that would be required in an audit, thus the level of assurance provided is less than that given in an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

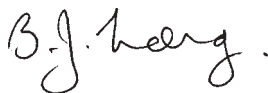
Review Statement

As a result of our review, we have not become aware of any matter that makes us believe that the half year financial report of Westfield Holdings Limited is not in accordance with:

- (a) the Corporations Act 2001, including:
 - (i) giving a true and fair view of the consolidated entity's financial position as at 31 December 2002 and its performance for the half year ended on that date; and
 - (ii) complying with Accounting Standard AASB 1029 "Interim Financial Reporting" and the Corporations Regulations 2001; and
- (b) other mandatory professional reporting requirements in Australia.



Ernst & Young



B J Long
Partner

Sydney
Date: 13 March 2003

WESTFIELD HOLDINGS DIRECTORY

WESTFIELD HOLDINGS LIMITED

(Incorporated in the Commonwealth of Australia)
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Simon Tuxen

AUDITORS

Ernst & Young

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Westfield