

25<sup>th</sup> September 2007

**Land of Leather Holdings plc**  
**Holding(s) in Company**

Land of Leather Holdings plc, the UK's only national retailer which specialises in leather sofas, has received the following notification of a major interest in its shares.

2. Reason for the notification: An acquisition or disposal of voting rights
3. Full name of person(s) subject to the notification obligation: Morgan Stanley Investment Management Limited ("MSIM")
4. Full name of shareholder(s) (if different from 3): Various clients for which MSIM has voting authority
5. Date of the transaction (and date on which the threshold was crossed or reached if different): 24<sup>th</sup> September 2007
6. Date on which issuer notified: 25<sup>th</sup> September 2007
7. Threshold(s) crossed or reached: <5%
8. Notified details
  - A: Voting rights attached to shares  
Class/type of shares: Ordinary one penny shares  
Situation previous to the triggering transaction  
Number of Shares: 2,596,631  
Number of Voting Rights: 2,596,631  
Resulting situation after the triggering transaction  
Number of shares: 2,531,631  
Number of voting rights – Direct: 2,531,631  
Number of voting rights – Indirect: 0  
% of voting rights – Direct: 4.98%  
% of voting rights – Indirect: 0
  - B: Financial Instruments: –  
Total (A+B)  
Number of voting rights: 2,531,631  
% of voting rights: 4.98%
9. Chain of controlled undertakings through which the voting rights and/or the financial instruments are effectively held, if applicable:  
Proxy Voting
  10. Name of the proxy holder: Morgan Stanley Investment Management Limited
  11. Number of voting rights proxy holder will cease to hold: –
  12. Date on which proxy holder will cease to hold voting rights: –
  13. Additional information:
  14. Contact name of person(s) subject to the notification obligations: Malcolm Maeda
  15. Contact telephone number: 020 7425 3092

Enquires concerning this announcement can be directed to Adrian Goodenough,  
Company Secretary (Telephone 01474 322277 / Facsimile 01474 360428 / E-mail  
cosec@landofleather.net)