

Mallett PLC (“Mallett” or “the Company”)

Pre-Close Statement and Board changes

Mallett reports on trading for the year ended 31 December 2008 ahead of the announcement of its preliminary results in March.

Turnover for the second half of the year ended 31 December 2008 is expected to be approximately 40 per cent. lower than that achieved over the same period for 2007. As a result, the Company will report an operating loss for the full year. Nevertheless, the Company’s balance sheet remains strong with net assets of over £20m.

Following the completion of its operational review, the Company announces a restructuring of the Executive team on the Board. Lanto Synge has been replaced as Chief Executive by Giles Hutchinson Smith, currently Executive Director responsible for Meta. He also ceases to be a Director of the Company. Henry Neville has been appointed Group Sales and Marketing Director and will remain responsible for the Company’s New York operation as President of Mallett Inc. Thomas Woodham-Smith, currently Executive Director responsible for the Bond Street showroom, has been appointed Operations Director, with specific responsibility for overseeing the proposed move to new premises. Michael Smyth-Osbourne will remain as Finance Director.

With regard to the proposed move to new premises in Mayfair, we have already viewed a number of premises which have exciting possibilities for a new showroom and we have a number of parties interested in taking on the lease of our Bond Street showroom.

Peter Daresbury, Chairman, commented: “Whilst we expect the current difficult market conditions to continue for some time, the Board believes the actions it is taking will ensure that Mallett will be well placed to take advantage once conditions begin to improve.”

Finally, the Board would like to express its enormous gratitude to Lanto for the outstanding contribution he has made to Mallett over the 39 years he has been with the Company.

For further information please contact:

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Forward Looking Statements

This announcement may include "forward-looking statements". All statements other than statements of historical facts included in this announcement, including, without limitation, those regarding the Company's financial position, business strategy, plans and objectives of management for future operations (including development plans and objectives relating to the Company's products and services) are forward-looking statements. Forward-looking statements are subject to risks and uncertainties and accordingly the Company's actual future financial results and operational performance may differ materially from the results and performance expressed in, or implied by, the statements.

These forward-looking statements speak only as at the date of this announcement. The Company expressly disclaims any obligation or undertaking to update or revise any forward-looking statements contained herein to reflect actual results or any change in the assumptions, conditions or circumstances on which any such statements are based unless required to do so by the Financial Services and Markets Act 2000, the Listing Rules or Prospectus Rules of the Financial Services Authority or other applicable laws, regulations or rules.