

Kennedy Wilson Announces Completion of Registered Exchange Offer for 8.750% Senior Notes Due 2019

BEVERLY HILLS, Calif.--(BUSINESS WIRE)--Feb. 7, 2012-- Kennedy-Wilson, Inc. ("Kennedy Wilson"), a wholly owned subsidiary of international real estate investment and services firm Kennedy-Wilson Holdings, Inc. (**NYSE: KW**), announced today that it has completed its registered exchange offer to exchange up to \$250 million aggregate principal amount of its 8.750% Senior Notes due 2019, which have been registered under the Securities Act of 1933, as amended (the "Exchange Notes"), for any and all of its outstanding 8.750% Senior Notes due 2019, which were issued in a private placement (the "Private Notes"). All of the \$250 million aggregate principal amount of the Private Notes were tendered and received prior to expiration of the exchange offer at 5:00 p.m., EST, on February 6, 2012.

This news release shall not constitute an offer to sell or exchange any securities or a solicitation of an offer to buy or exchange any securities. The exchange offer was made only by means of a written prospectus dated December 30, 2011.

About Kennedy Wilson

Founded in 1977, Kennedy Wilson is an international real estate investment and services company headquartered in Beverly Hills, CA with 23 offices in the U.S., Europe and Japan. The company offers a comprehensive array of real estate services including auction, conventional sales, property services and investment management. Through its fund management and separate account businesses, Kennedy Wilson is a strategic investor of real estate investments in the U.S., Europe and Japan. For further information on Kennedy Wilson, please visit www.kennedywilson.com.

Source: Kennedy-Wilson, Inc.

Kennedy Wilson

Christina Cha, Director of Corporate Communication

(310) 887-6294

ccha@kennedywilson.com

www.kennedywilson.com