



Ethan Allen Announces Manufacturing Expansion

DANBURY, Conn.--(BUSINESS WIRE)-- Ethan Allen Interiors Inc. announced today it has acquired a former case goods manufacturing plant in **Honduras**. This Honduras facility is 164,000 square feet situated on 18 acres with access to essential raw materials, major highways, a modern seaport, and state of the art communications networks.

Farooq Kathwari, Chairman and CEO commented, "We are pleased that during the last three years we have repositioned many elements of our vertically integrated enterprise. Over the next twelve months we expect this facility to enable us to manage further growth through its support of our existing North American manufacturing operations in Vermont, New Jersey, North Carolina, and Mexico. Our plans are to maintain our existing manufacturing operations in North America supplemented by offshore sourcing plus this new facility in Honduras."

We appreciate the support that FIDE, the local investment promotion agency of Honduras, did assisting Ethan Allen during the process of evaluating the country for this expansion in Honduras.

Ethan Allen Interiors Inc. is a leading interior design company and a manufacturer and retailer of quality home furnishings. Ethan Allen offers free interior design service to its clients and sells a full range of furniture products and decorative accessories through ethanallen.com and through a network of approximately 300 Design Centers in the United States and abroad. Ethan Allen owns and operates seven manufacturing facilities in North America, including five manufacturing plants and one sawmill in the United States and one manufacturing plant in Mexico. Approximately seventy percent of its products are made in its United States plants. For more information on Ethan Allen's products and services, visit ethanallen.com.

