



News release



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KB HOME LAUNCHES NEW CONTRACTOR ROLE TO BUILD NAVY HOUSING IN VIRGINIA, MARYLAND

Washington-based division to build 1,287 homes

NORFOLK, VA (November 06, 2006) – KB Home, one of the nation’s largest homebuilders, will open the doors to the first of 12 new communities constructed for the U.S. Navy in Virginia and Maryland at the Nov. 6 ribbon-cutting of The Village of Whitehurst Farms in Hampton Roads.

Selected to be the builder for one of the Navy’s largest public-private ventures, KB Home will work in conjunction with Lincoln Property Co. to provide new housing throughout the Hampton Roads area as well as five communities in Southern Maryland. Construction has been underway since April.

“We are very proud to be a part of this large-scale military housing effort for the United States Navy,” said Mark Kinsley, president of KB Home’s Mid-Atlantic Division, which serves the Virginia, Maryland, Delaware and the Washington DC area. “We recognize and honor the patriotic values associated with this initiative to better serve our military families in the Virginia and Maryland region.”

In the past, contracts for new military housing have involved smaller regional builders or commercial contractors. The KB Home partnership provides an opportunity as a large builder to help provide the best value and the best product.

“The opportunity we have been given with this program allows us to expand to the military what we have been doing for years – putting families in homes with quality construction and superior customer service,” Kinsley said.

Kinsley noted that the Navy project appealed on a personal level to the Mid-Atlantic KB Home division. “Our staff collectively represents more than 94 years of active duty service,” Kinsley said. “They understand the military lifestyle and have truly enjoyed this chance to be part of the team.”

KB Home will construct 11 different home styles, each with multiple elevations that will contribute to curb appeal and design diversity. Each plan was designed to have an open, usable floor plan that lends a fresh look to Navy housing.

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The Village at Whitehurst Farm in Hampton Roads will include 212 homes. Other communities underway include:

- Midway Manor, 46 homes in Virginia.
- Columbia Commons at First Colony, 92 homes in Southern Maryland.
- Challenger Commons at Wildwood, 125 homes in Southern Maryland.
- Riverview Village I, 88 homes in Southern Maryland.
- Chesapeake Northwest, 80 homes in Virginia.
- Wellings Court, 43 homes in Virginia.
- New Gosport, 170 homes in Virginia.
- Port Lyautey, 127 homes in Virginia.
- Bradford Point & Bradford Cove, 87 homes in Virginia.
- Riverview Village II, 48 homes in Southern Maryland.
- Conrad Heights I & II, 169 homes in Southern Maryland.

About KB Home

Building homes for nearly half a century, KB Home is one of America's premier homebuilders with domestic operating divisions in some of the fastest-growing regions and states: West Coast—California; Southwest—Arizona, Nevada and New Mexico; Central—Colorado, Illinois, Indiana, Louisiana and Texas; and Southeast—Florida, Georgia, Maryland, North Carolina, South Carolina and Virginia. Kaufman & Broad S.A., the Company's publicly-traded French subsidiary, is one of the leading homebuilders in France. In fiscal 2005, the Company delivered homes to 37,140 families in the United States and France. KB Home also offers complete mortgage services through Countrywide KB Home Loans, a joint venture with Countrywide Financial Corporation. Founded in 1957, and ranked the #1 homebuilder in *Fortune Magazine's* 2006 List of America's Most Admired Companies, KB Home is a Fortune 500 company listed on the New York Stock Exchange under the ticker symbol "KBH." For more information about any of KB Home's new home communities, call 888-KB-HOMES or visit <http://www.kbhome.com>.

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