



News release

FOR IMMEDIATE RELEASE

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KB HOME HELPS SANTA THIS HOLIDAY SEASON

Homebuilder Helps Spread Joy of Season to Children and Families Across Country

LOS ANGELES (Dec. 21, 2005) – KB Home (NYSE: KBH), one of the nation's premier homebuilders, announced today the results of several holiday initiatives which took place around the country. Based on a corporate culture of giving back to the communities where KB Home builds, employees across the U.S. donated their time, a variety of gifts and needed goods to help make the holidays special for those less fortunate.

"We believe it is important to be an active member of the communities in which we build," said KB Home Chairman and CEO Bruce Karatz. "There is no greater reward than the feeling of knowing you've helped someone else. Especially during the holidays, when times may be tough for many, we can all do a little extra to make someone's holiday special. I am very proud of everyone at KB Home who took the time to help those in need."

In December, KB Home's Los Angeles-based corporate office teamed up with Project Angel Food to collect and wrap gifts for nearly 200 children living in families affected with HIV/AIDS and other serious illnesses.

West Coast

In Sacramento, KB Home joined with the Sacramento Kings to donate a Kings Reading and Learning Center to the Martin Luther King Jr. Library. The donation, which will be made Dec. 21, includes a facility refurbishment, and donation of 14 computers, educational software, scanners, printers, books, digital cameras and furniture. That same day, KB Home and the Kings will distribute 150 holiday baskets, consisting of a complete holiday dinner, Christmas tree, ornaments and lights, to needy families from the Sacramento area. On Dec. 22, the Sacramento Kings mascot and Royal Court dancers will join 25 KB Home volunteers to take children from the Stanford Home for Children on a holiday shopping spree. Each child will receive \$200 to spend as he/she wishes.

Throughout the month of December, KB Home set up collection points at KB Home communities throughout Northern and Central California to collect coats for News 10 Coats for Kids. In addition, KB Home employees also donated essential items such as sleeping bags, clothing, blankets and toiletries to the Loaves and Fishes homeless shelter.

In the Greater Los Angeles division, KB Home collected 800 toys for Toys for Tots and the Antelope Valley Children's Center and donated 120 poinsettias to the Henry Mayo Newhall Memorial Hospital for patients, nursing stations and the lobby. KB Home's Inland Valley division collected hundreds of toys for Toys for Tots, renovated a wounded soldier's home and sent approximately 300 postcards to the troops via Operation Independence.

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The company's Riverside division collected toys for the Southern California Fire Fighters Spark of Love Toy Drive, and in San Diego, the company adopted two military families providing them with toys, clothing and food. In Orange County the company collected food, toys and gift certificates for Human Options helping battered women, their families, and the community, break the cycle of domestic violence.

Southwest

The Las Vegas division adopted 400 Angels from the Salvation Army's Angel Tree program. The company collected toys and angel donations at over 35 KB Home sales offices and gave them to the Salvation Army. In addition, the division donated \$10,000 to the Salvation Army to help provide gifts to the remaining 16,000 children they are providing Christmas gifts to this year.

The New Mexico division collected and wrapped more than 750 gifts for the CASA (Court Appointed Special Advocates) of Sandoval County, which serves over 150 foster children. The division also sponsored the CASA holiday party, which hosted 250 guests.

KB Home Tucson has adopted four deserving families from the Pio Decimo Center. The families range in size from a single mother with four young children to an elderly gentleman who lives alone. On Dec. 20 KB Home employees delivered gifts consisting of toys, Christmas trees and decorations, clothing, kitchen appliances, food items and model home furniture and assisted the families to set up the new items.

Central Region

KB Home Austin was one of the main sponsors of Operation Blue Santa, a non-profit organization created by the Austin Police department that delivers toys and food to needy children in the area. The division collected nearly 1,000 toys at its sales centers throughout Austin. In addition the division also donated furniture from three model homes to benefit families profiled by the Austin American Statesman's "Season for Caring" program.

In San Antonio, KB Home employees donated over 300 boxes of cereal to Irma's Angels, a local non-profit organization that delivers food baskets to the families of public school students who are on free or reduced meals. Employees at the division also donated approximately 70 pints of blood to the South Texas Blood and Tissue Center to help reduce a seasonal supply shortage, and on Dec. 21, the division will deliver 50 turkeys to Operation Blue Santa.

The Houston division also collected 100 pounds of toys for Operation Blue Santa and donated model home furniture to 10 families. KB Home Dallas, in conjunction with We've Got Your Back, collected gifts for the children of military families and the Rio Grande Valley division donated model furniture to assist families in need.

In Colorado, KB Home employees donated 200 toys to the Denver Children's Advocacy Center. The toy drive benefited children who have been sexually abused, neglected or traumatized by witnessing violence.

KB Home also sponsored a month-long food drive with Gleaners Food Bank of Indiana. Throughout December, Indiana residents were encouraged to drop off canned food and dry goods at any of KB Home's eight new home communities in Indianapolis. An estimated 1,000 pounds of food was collected from area residents and KB Home employees.

Southeast

KB Home's Jacksonville division collected 750 toys for the United Way. The Gold Coast division provided over 150 toys for the Toys for Tots program and the Orlando Division donated more than \$5,000 in toys, clothes, and furniture through the Baby DJ Fund. The Fort Myers division teamed up with the Fort Myers fire department to collect toys for families in need.

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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 largest 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 winner of the 2004 American Business Award for Best Overall Company, 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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