

29 August 2017

CONDITIONAL AGREEMENT TO PURCHASE THE AUBURN PROPERTY

Nick Scali Limited (NSL) [ASX: NCK] advises that it has today entered into a conditional agreement to purchase the Property from which the Auburn NSW store operates, from Scali Consolidated Pty Ltd (**Scali Consolidated**) for \$22 million (the **Sale and Purchase Agreement**).

The Sale and Purchase Agreement is subject to shareholder approval under Listing Rule 10.1, which will be sought by the Company at its upcoming Annual General Meeting scheduled for 26 October 2017 (the **AGM**). In the coming weeks shareholders will receive a notice of meeting for the AGM, which will include further details of the terms of the proposed acquisition and an Independent Expert's Report expressing an opinion as to whether the acquisition is fair and reasonable to non-associated shareholders.

The signing of the Sale and Purchase Agreement is a result of a process led by an Independent Board Committee (**IBC**), comprising Independent Chairman, Mr John Ingram and Non-Executive Directors, Mr Greg Laurie and Ms Carole Molyneux-Richards. The IBC, having taken independent advice, has determined it to be in the best interests of the Company to enter into the Sale and Purchase Agreement and to acquire the Auburn Property, which is one of Nick Scali's original and most profitable stores, from Scali Consolidated, subject to shareholder approval.



Kevin Fine
Company Secretary