



7 October 2016

The General Manager
Australian Securities Exchange
Exchange Centre
Level 4, 20 Bridge Street
Sydney NSW 1215

Dear Sir/Madam

Notice of Ceasing to be a Substantial Holder

Attached please find the above notices received from Gazal Nominees Pty Limited and Mrs Judith Gazal for your information.

Yours faithfully,

A handwritten signature in black ink that reads "P.J. Wood." with a stylized flourish at the end.

Peter Wood
Company Secretary

Gazal Corporation Limited ABN 57 004 623 474

3-7 McPherson Street Banksmeadow NSW 2019 Australia Private Bag No.27 Post Office Botany 1455

Telephone 61 2 9316 2800 Fax 61 2 9316 4704 Web www.gazal.com.au

Form 605

Corporations Act 2001
Section 671B

Notice of ceasing to be a substantial holder

| | |
|------------------------|---------------------------|
| To Company Name/Scheme | Gazal Corporation Limited |
| ACN/ARSN | 004 623 474 |

1. Details of substantial holder(1)
Name

Gazal Nominees Pty Limited as trustee for the Mathilda Malouf Trust and the Persons in Annex "A" ACN 058 412 105

ACN/ARSN (if applicable)

The holder ceased to be a
substantial holder on

6/10/2016

The previous notice was given to the company on
The previous notice was dated

19/10 /2011

19/10 /2011

2. Changes in relevant interests

Particulars of each change in, or change in the nature of, a relevant interest (2) of the substantial holder or an associate (3) in voting securities of the company or scheme, since the substantial holder was last required to give a substantial holding notice to the company or scheme are as follows:

| Date of change | Person whose relevant interest changed | Nature of change (4) | Consideration given in relation to change(5) | Class (6) and number of securities affected | Person's votes affected |
|----------------|--|----------------------|--|---|-------------------------|
| See Annex B | | | | | |
| | | | | | |

3. Changes in association

The persons who have become associates (3) of, ceased to be associates of, or have changed the nature of their association (7) with, the substantial holder in relation to voting interests in the company or scheme are as follows:

| Name and ACN/ARSN (if applicable) | Nature of association |
|-----------------------------------|-----------------------|
| Not applicable | |
| | |

4. Addresses

The addresses of persons named in this form are as follows:

| Name | Address |
|--|---|
| Gazal Nominees Pty Limited atf the Mathilda Malouf Trust | 3-7 McPherson Street Banksmeadow NSW 2019 |
| Woodcray Pty Limited | 3-7 McPherson Street Banksmeadow NSW 2019 |

Signature

print name

MICHAEL GAZAL

capacity

DIRECTOR

Sign here



date

6/10/16

ANNEXURE A

| <u>NAME</u> | <u>ADDRESS</u> |
|---|---|
| Woodcray Pty Limited (WC) | 3-7 McPherson Street Banksmeadow, NSW 2019 |
| Gazal Nominees Pty Limited as trustee of the Mathilda Malouf Settlement Trust, a trust established for the benefit of the family of the late J. S. Gazal (GN) | 3-7 McPherson Street Banksmeadow, NSW 2019 |

ANNEXURE B

| Date of change | Person whose relevant interest changed | Nature of change | Consideration given in relation to change | Class and number of securities affected | Person's votes affected |
|-----------------------|---|---|--|--|--------------------------------|
| 06/10/2016 | WC and GN (indirect) | Sell (Sale of shares by Woodcray Pty Limited to MJ & HH Gazal Pty Ltd ATF Michael Gazal Family Trust. Sale and Purchase Agreement attached as Annexure D) | Sale \$2.065 Per share | 6,669,436 ordinary shares | 6,669,436 |
| 06/10/2016 | WC and GN (indirect) | Sell (Sale of shares by Woodcray Pty Limited to David Gazal Family Company Pty Ltd ATF The David Gazal Family Trust. Sale and Purchase Agreement attached as Annexure E) | Sale \$2.065 Per Share | 2,327,164 ordinary shares | 2,327,164 |
| 06/10/2016 | GN (direct) | Sell (Sale of shares by Gazal Nominees Pty Ltd to DGFC. Sale and Purchase Agreement attached as Annexure F) | Sale \$2.065 Per Share | 1,007,554 ordinary shares | 1,007,554 |

These are annexure A B,D,E and F of ¹³⁶ pages referred to in Form 605 Notice of ceasing to be a substantial holder signed by me and dated 6 October 2016



Michael Joseph Gazal

Form 605

Corporations Act 2001
Section 671B

Notice of ceasing to be a substantial holder

| | |
|------------------------|---------------------------|
| To Company Name/Scheme | Gazal Corporation Limited |
| ACN/ARSN | 004 623 474 |

1. Details of substantial holder(1)
Name

| | |
|--------------------------|------------------------|
| Name | Judith Ann Gazal (JAG) |
| ACN/ARSN (if applicable) | |

The holder ceased to be a
substantial holder on6/10/2016

The previous notice was given to the company on

19/10 /2011

The previous notice was dated

19/10 /2011

2. Changes in relevant interests

Particulars of each change in, or change in the nature of, a relevant interest (2) of the substantial holder or an associate (3) in voting securities of the company or scheme, since the substantial holder was last required to give a substantial holding notice to the company or scheme are as follows:

| Date of change | Person whose relevant interest changed | Nature of change (4) | Consideration given in relation to change(5) | Class (6) and number of securities affected | Person's votes affected |
|----------------|--|----------------------|--|---|-------------------------|
| See Annex A | | | | | |
| | | | | | |

3. Changes in association

The persons who have become associates (3) of, ceased to be associates of, or have changed the nature of their association (7) with, the substantial holder in relation to voting interests in the company or scheme are as follows:

| Name and ACN/ARSN (if applicable) | Nature of association |
|-----------------------------------|-----------------------|
| Not applicable | |
| | |

4. Addresses

The addresses of persons named in this form are as follows:

| Name | Address |
|----------------------------|---|
| Gazal Nominees Pty Limited | 3-7 McPherson Street Banksmeadow NSW 2019 |
| Woodcray Pty Limited | 3-7 McPherson Street Banksmeadow NSW 2019 |

Signature

print name

her. JUDITH ANN GAZAL

capacity

Sign here

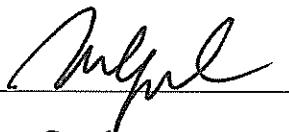
date 6/10/16

ANNEXURE A

| Date of change | Person whose relevant interest changed | Nature of change | Consideration given in relation to change | Class and number of securities affected | Person's votes affected |
|----------------|--|---|---|---|-------------------------|
| 06/10/2016 | JAG (indirect) | Sell (Sale of shares by Woodcray Pty Limited to MJ & HH Gazal Pty Ltd ATF Michael Gazal Family Trust. Sale and Purchase Agreement attached as Annexure D) | Sale \$2.065 Per share | 6,669,436 ordinary shares | 6,669,436 |
| 06/10/2016 | JAG (indirect) | Sell (Sale of shares by Woodcray Pty Limited to David Gazal Family Company Pty Ltd ATF The David Gazal Family Trust. Sale and Purchase Agreement attached as Annexure E) | Sale \$2.065 Per Share | 2,327,164 ordinary shares | 2,327,164 |
| 06/10/2016 | JAG (indirect) | Sell (Sale of shares by Gazal Nominees Pty Ltd to DGFC. Sale and Purchase Agreement attached as Annexure F) | Sale \$2.065 Per Share | 1,007,554 ordinary shares | 1,007,554 |

There are annexures A B, D, E and F of ¹⁵⁶ pages referred to in Form 605 Notice of ceasing to be a substantial holder signed by me and dated 6 October 2016

her.



Judith Ann Gazal

ANNEXURE D

SALE AND PURCHASE AGREEMENT

**MJ & HH Gazal Pty Limited ACN 119 624 190 atf Michael
Gazal Family Trust (Buyer)**

Woodcray Pty Limited ACN 073 545 534 (Seller)

DLA Piper Australia
Level 22
No.1 Martin Place
Sydney NSW 2000
GPO Box 4082
Sydney NSW 2001
Australia
DX 107 Sydney
T +61 2 9286 8000
F +61 2 9286 8007
W www.dlapiper.com



CONTENTS

| | |
|---|----|
| DETAILS | 1 |
| BACKGROUND | 1 |
| AGREED TERMS | 2 |
| 1 DEFINITIONS, INTERPRETATION AND AGREEMENT COMPONENTS..... | 2 |
| Definitions | 2 |
| Interpretation..... | 7 |
| Business Day..... | 8 |
| Inclusive expressions | 8 |
| Agreement components | 8 |
| Certain clauses may or may not be operative | 8 |
| 2 SALE AND PURCHASE | 9 |
| Sale Shares..... | 9 |
| Purchase Price..... | 9 |
| Title and risk | 9 |
| Sale Shares to be sold ex-dividend | 9 |
| Agreed Signing Announcement..... | 10 |
| Agreed Completion Announcement | 10 |
| Time and Place..... | 10 |
| Completion..... | 10 |
| Completion under this agreement simultaneous | 11 |
| Notice to complete | 11 |
| Interdependence Condition | 11 |
| Seller's rights after Completion..... | 12 |
| 3 TITLE WARRANTIES | 12 |
| Independent Title Warranties..... | 12 |
| Reliance | 12 |
| 4 AUTHORITY WARRANTIES | 12 |
| Authority Warranties | 12 |
| Independent Authority Warranties..... | 12 |
| Reliance | 13 |
| 5 BUYER WARRANTIES..... | 13 |
| Independent Buyer Warranties | 13 |
| Reliance | 13 |



| | | |
|----|--|----|
| 6 | TRUSTEE LIMITATION OF LIABILITY..... | 13 |
| | Capacity | 13 |
| | Limitation of liability | 13 |
| | Limitation not to apply..... | 13 |
| 8 | ANNOUNCEMENTS AND INSIDER TRADING | 15 |
| | Announcements | 15 |
| | No insider trading | 16 |
| 9 | TERMINATION..... | 16 |
| | Termination..... | 16 |
| | Effect of termination | 16 |
| 10 | DUTIES, COSTS AND EXPENSES..... | 17 |
| | Duties | 17 |
| | Costs and expenses | 17 |
| 11 | GST..... | 17 |
| | Definitions | 17 |
| | GST | 17 |
| | Tax invoices | 18 |
| | Reimbursements..... | 18 |
| 12 | NOTICES..... | 18 |
| | Form of Notice..... | 18 |
| | How Notice must be given and when Notice is received | 19 |
| 13 | GENERAL..... | 19 |
| | Governing law and jurisdiction..... | 19 |
| | Waiver..... | 20 |
| | Variation | 20 |
| | Assignment | 20 |
| | Further action to be taken at each party's own expense | 20 |
| | Remedies cumulative | 20 |
| | Counterparts..... | 21 |
| | Entire Agreement..... | 21 |
| | No merger | 21 |
| | No reliance..... | 21 |
| | Effect of Completion..... | 21 |
| | No set-off, deduction or counterclaim | 21 |



| | |
|---|----|
| SCHEDULE 1: SALE SHARES | 22 |
| SCHEDULE 2: TITLE WARRANTIES | 23 |
| SCHEDULE 3: AUTHORITY WARRANTIES | 24 |
| SCHEDULE 4: BUYER WARRANTIES | 27 |
| SCHEDULE 5: COMPLETION STEPS | 28 |
| SCHEDULE 6: SHARE TRANSFER FORM..... | 30 |
| Part 1:..... | 30 |
| Part 2:..... | 32 |
| SCHEDULE 7: AGREED ANNOUNCEMENTS | 33 |
| Part 1: - Agreed Signing Announcement | 33 |
| Part 2: - Agreed Completion Announcement..... | 36 |
| SCHEDULE 8: PAYMENT DIRECTION..... | 37 |
| EXECUTION..... | 39 |

DETAILS

| Date | | September 2016 |
|----------------|--|----------------|
| Parties | Seller Name Woodcray Pty Limited ACN 073 545 534 Address 3 McPherson Street, Banksmeadow NSW 2019 Email mgazal1264@gmail.com Attention Michael Gazal Buyer Name MJ & HH Gazal Pty Limited ACN 119 624 190 As trustee for The Michael Gazal Family Trust Address 3 McPherson Street, Banksmeadow NSW 2019 Email mgazal1264@gmail.com Attention Michael Gazal | |

BACKGROUND

- A The Seller owns the Sales Shares.
- B Seller has agreed to sell the Sale Shares on, and the Buyer has agreed to buy the Sale Shares on, an *'ex-dividend'* basis, and otherwise on the terms and conditions of this agreement.
- C The Sale Shares are held on the issuer sponsored sub-register maintained by the Company .
-
- D The Sale Shares are held on the CHESS sub-register maintained by the Company. In respect of these Sale Shares, the Seller is the beneficial but not the legal owner.
- E Where the Buyer or Seller is a trustee or nominee, there are particular terms of this agreement that apply to, and particular warranties that are given by the Buyer or Seller.
- F Where the Seller is a beneficial owner, the Guarantor guarantees performance of the Seller's obligations on the terms and conditions of this agreement.

AGREED TERMS**1 DEFINITIONS, INTERPRETATION AND AGREEMENT COMPONENTS****Definitions**

- 1.1 The meaning of terms used in this agreement are set out below.

AGM means the 2016 Annual General Meeting of the Company (including any adjournment thereof).

Agreed Completion Announcement means the announcement in the form set out in Part 2 of schedule 7.

Agreed Signing Announcement means the announcement in the form set out in Part 1 of schedule 7.

ASX means Australian Securities Exchange Limited, or the market operated by it, as the context requires.

Authority Warranties means the warranties in schedule 3.

Business Day means a day on which banks are open for business in Sydney, Australia, and New York, United States of America, other than a Saturday, Sunday or public holiday.

Buyer Trust means the Michael Gazal Family Trust.

Buyer Trust Deed means the trust deed establishing the Buyer Trust.

Buyer Warranties means the warranties set out in schedule 4;

CHESS means the Clearing House Electronic Subregister System, as defined in the ASX Settlement Operating Rules.

Claim means, in relation to a person, any claim, cause of action, proceeding, suit or demand made against the person concerned, however it arises and whether it is present or future, fixed or unascertained, actual or contingent.

Company means Gazal Corporation Limited ACN 004 623 474.

Completion means completion of the sale and purchase of the Sale Shares under clause 2.12.

Completion Date means the date which is two Business Day after the Special Dividend Payment Date.

Completion Steps means the steps that each party must carry out at Completion, which are set out in schedule 5.

Confidential Information means all information exchanged between the parties before, on or after the date of this agreement including:

- (a) information which, either orally or in writing, is designated or indicated as being the proprietary or confidential information of a party or any of its Related Entities;
- (b) information derived or produced partly or wholly from the information including any calculation, conclusion, summary or computer modelling; and
- (c) trade secrets or information which is capable of protection at law or equity as confidential information,

whether the information was disclosed:

- (d) orally, in writing or in electronic or machine readable form;
- (e) before, on or after the date of this agreement;
- (f) as a result of discussions between the parties concerning or arising out of the Sale; or
- (g) by a party or any of its Representatives, any of its Related Bodies Corporate, any Representatives of its Related Entities or by any third person.

Corporations Act means the *Corporations Act 2001* (Cth).

Costs include charges and expenses, including those incurred in connection with advisers.

Duty means any stamp, transaction or registration duty or similar charge imposed by any Governmental Agency and includes any interest, fine, penalty, charge or other amount imposed in respect of any of them.

Encumbrance means an interest or power:

- (a) reserved in or over an interest in any asset; or
- (b) created or otherwise arising in or over any interest in any asset under a security agreement, a bill of sale, mortgage, charge, lien, pledge, trust or power,

by way of, or having similar commercial effect to, security for the payment of a debt, any other monetary obligation or the performance of any other obligation, and includes, but is not limited to:

- (c) any agreement to grant or create any of the above; and
- (d) a security interest within the meaning of section 12(1) of the PPSA.

Final Dividend means the fully franked final dividend of \$0.07 per Share announced by the Company on 31 August 2016.

Governmental Agency means any government or governmental, administrative, monetary, fiscal or judicial body, department, commission, authority, tribunal, agency or entity in any part of the world.

GST means goods and services tax or similar value added tax levied or imposed in Australia under the GST Law or otherwise on a supply.

GST Act means the *A New Tax System (Goods and Services Tax) Act 1999* (Cth) of Australia.

GST Law has the same meaning as in the GST Act.

Immediately Available Funds means cash, unendorsed bank cheque, or telegraphic or other electronic means of transfer of cleared funds into a bank account nominated in advance by the payee.

Insolvency Event means:

- (a) in relation to an entity:
 - (i) the entity is unable to pay its debts as and when they fall due or has stopped or suspended, or threatened to stop or suspend, payment of all or a class of its debts;
 - (ii) the entity goes, or proposes to go, into liquidation;
 - (iii) the entity receives notice requiring, or applies for, deregistration;
 - (iv) an order is made or an effective resolution is passed for the winding up or dissolution without winding up (otherwise than for the purposes of reconstruction or amalgamation) of the entity;
 - (v) a receiver, receiver and manager, judicial manager, liquidator, administrator or like official is appointed, or threatened or expected to be appointed, over the whole or a substantial part of the undertaking or property of the entity;
 - (vi) the holder of an Encumbrance takes possession of the whole or substantial part of the undertaking or property of the entity;
 - (vii) a writ of execution is issued against the entity or any of the entity's assets;
 - (viii) the entity proposes or takes any steps to implement a scheme or arrangement or other compromise with its creditors or any class of them; or
 - (ix) the entity is declared or taken under applicable law to be insolvent or the entity's board of directors resolve that it is, or is likely to become insolvent;
- (b) in relation to a person:
 - (i) a trustee or similar officer is appointed in respect of that person's assets;

- (ii) an order is made for the bankruptcy of that person or his or her estate or an event occurs that would give a court the right to make such an order;
- (iii) a moratorium of any debts of that person, a personal insolvency agreement or any other assignment, composition or arrangement with that person's creditors or any similar proceeding or arrangement by which the assets of that person are subjected conditionally or unconditionally to the control of that person's creditors or a trustee is ordered or applied for;
- (iv) that person is declared or taken under any applicable law to be insolvent or unable to pay his or her debts or that person admits in writing that he or she is insolvent or unable to pay his or her debts; or
- (v) any writ of execution, garnishee order, Mareva injunction or similar order, attachment, distress or other process is made or issued against or in relation to any asset of that person.

Interdependence Condition has the meaning set out in clause 2.16.

Interdependent Sale Agreements means the following agreements, excluding this agreement:

- (a) the Sale and Purchase Agreement between Woodcray Pty Limited ACN 073 545 534 as Seller and MJ & HH Gazal Pty Limited ACN 119 624 190 as trustee for the Michael Gazal Family Trust as Buyer dated on or about the date of this agreement;
- (b) the Sale and Purchase Agreement between Woodcray Pty Limited ACN 073 545 534 as Seller and David Gazal Family Company Pty Limited ACN 104 693 576 as trustee for the David Gazal Family Trust as Buyer dated on or about the date of this agreement;
- (c) the Sale and Purchase Agreement between Gazal Nominees Pty Limited ACN 058 412 105 as Seller and David Gazal Family Company Pty Ltd ACN 104 693 576 as trustee for the David Gazal Family Trust as Buyer dated on or about the date of this agreement;
- (d) the Sale and Purchase Agreement between 3C Consolidated Capital Pty Limited ACN 120 419 605 as Seller and PVH Services (UK) Limited as Buyer dated on or about the date of this agreement;
- (e) the Sale and Purchase Agreement between 3C Consolidated Capital Pty Limited ACN 120 419 605 as Seller and Yoogalu Pty Ltd ACN 002 269 132 as Buyer dated on or about the date of this agreement;
- (f) the Sale and Purchase Agreement between 3C Consolidated Capital Pty Limited ACN 120 419 605 as Seller and Double Jay Group Holdings Pty Ltd ACN 005 761 384 as Buyer dated on or about the date of this agreement;

- (g) the Sale and Purchase Agreement between Richard Victor Gazal as Seller and Double Jay Group Holdings Pty Ltd ACN 005 761 384 as Buyer dated on or about the date of this agreement.

Interim Period means the period commencing on the date of this agreement and ending on the Business Day following the date on which the AGM is held.

PPSA means the *Personal Property Securities Act 2009* (Cth) of Australia.

Purchase Price means \$2.065.

Putative Completion means all steps and actions required for Completion under this agreement and every Interdependent Sale Agreement, except for the Interdependence Condition under this agreement and every Interdependent Sale Agreement, having been satisfied.

Related Entity has the meaning given to that term in section 9 of the Corporations Act.

Representative means a representative of a party, and includes an employee, agent, officer, director, auditor, adviser, partner, associate, consultant, contractor or sub-contractor of that party or of a Related Entity of that party.

Sale means the sale and purchase of the Sale Shares in accordance with clause 2.

Sale Shares means 6,669,436 Shares in the Company, as described in more detail in schedule 1.

Seller Trust means - not applicable.

Seller Trust Deed means the trust deed establishing the Seller Trust.

Share means a fully paid ordinary share in the capital of the Company.

~~**Special Dividend** means the fully franked special dividend of \$0.35 per Share to be announced or to be announced by the Company on or about the date of this agreement.~~

Special Dividend Payment Date means the date the Company pays the Special Dividend.

Tax means any tax, Duty, levy, charge, impost, fee, deduction, goods and services tax, VAT, compulsory loan or withholding, that is assessed, levied, imposed or collected by any Governmental Agency and includes any interest, fine, penalty, charge, fee or any other amount imposed on, or in respect of any of the above.

Title Warranties means the warranties set out in schedule 2.

Trust means:

- (a) the Seller Trust as constituted by the Seller Trust Deed; or
- (b) the Buyer Trust as constituted by the Buyer Trust Deed,
- as the context requires.

Trust Deed means:

- (a) the Seller Trust Deed; or
- (b) the Buyer Trust Deed,

as the context requires.

Interpretation

1.2 In this agreement:

- 1.2.1 headings and words in bold type are for convenience and do not affect the interpretation of this agreement;
- 1.2.2 the singular includes the plural and the plural includes the singular;
- 1.2.3 words of any gender include all genders;
- 1.2.4 other parts of speech and grammatical forms of a word or phrase defined in this agreement have a corresponding meaning;
- 1.2.5 the table at clause 1.6 indicates whether certain provisions of this agreement are operative, and is to be given full effect in interpreting this agreement;
- 1.2.6 an expression importing a person includes any company, partnership, joint venture, association, corporation or other body corporate and any Governmental Agency as well as an individual;
- 1.2.7 a reference to a clause, party, schedule, attachment or exhibit is a reference to a clause of, and a party, schedule, attachment or exhibit to, this agreement;
- 1.2.8 a reference to any legislation or any industry standards includes all delegated ~~legislation or standard made under it and amendments, consolidations,~~ replacements or re-enactments of any of them;
- 1.2.9 a reference to a document includes all amendments or supplements to, or replacements or novations of, that document;
- 1.2.10 a reference to a party to a document includes that party's successors and permitted assignees;
- 1.2.11 a reference to an agreement other than this agreement includes a deed and any legally enforceable undertaking, agreement, arrangement or understanding, whether or not in writing;
- 1.2.12 a reference to liquidation or insolvency includes appointment of an administrator, compromise, arrangement, merger, amalgamation, reconstruction, winding up, dissolution, deregistration, assignment for the benefit of creditors, scheme, composition or arrangement with creditors, insolvency, bankruptcy, or any

similar procedure or, where applicable, changes in the constitution of any partnership or person, or death;

1.2.13 no provision of this agreement will be construed adversely to a party because that party was responsible for the preparation of this agreement or that provision;

1.2.14 a reference to a body, other than a party to this agreement (including an institute, association or authority), whether statutory or not:

1.2.14.1 which ceases to exist; or

1.2.14.2 whose powers or functions are transferred to another body,

is a reference to the body which replaces it or which substantially succeeds to its powers or functions;

1.2.15 if a period of time is specified and dates from a given day or the day of an act or event, it is to be calculated exclusive of that day;

1.2.16 a reference to a day is to be interpreted as the period of time commencing at midnight and ending 24 hours later;

1.2.17 if an act prescribed under this agreement to be done by a party on or by a given day is done after 5.00pm on that day, it is taken to be done on the next day;

1.2.18 unless otherwise stated, a reference to time is a reference to Sydney, Australia time; and

1.2.19 a reference to \$ is to the currency of Australia unless denominated otherwise.

Business Day

1.3 Where the day on or by which any thing is to be done is not a Business Day, that thing must be done on or by the next Business Day.

Inclusive expressions

1.4 Specifying anything in this agreement after the words 'include' or 'for example' or similar expressions does not limit what else is included.

Agreement components

1.5 This agreement includes any schedule.

Certain clauses may or may not be operative

1.6 The following provisions are operative if so indicated in the 'Yes' column, and are not operative if so indicated in the 'No' column.

| | WHICH PROVISIONS ARE THESE? | YES | NO |
|--|--|-----|----|
| GUARANTEE PROVISIONS OPERATIVE | RECITAL F, CLAUSE 7 | | X |
| SELLER TRUSTEE PROVISIONS OPERATIVE | RECITAL E, CLAUSE 6, SCHEDULE 3 CLAUSE 7 | | X |
| BUYER TRUSTEE PROVISIONS OPERATIVE | RECITAL E, CLAUSE 7, SCHEDULE 3 CLAUSE 7 | X | |
| CHESS PROVISIONS OPERATIVE | RECITAL D, RELEVANT DEFINITIONS IN CLAUSE 1.1, SCHEDULE 5 CLAUSE 2 | | X |
| ISSUER SPONSORED PROVISIONS OPERATIVE | RECITAL C, SCHEDULE 5 CLAUSE 1 | X | |
| RESIGNATION OF DIRECTOR | SCHEDULE 5, CLAUSE 2.5 | | X |
| APPOINTMENT OF PROXY | CLAUSE 2.9 | X | |

2 SALE AND PURCHASE

Sale Shares

- 2.1 On the Completion Date the Seller must sell the Sale Shares, free and clear of all Encumbrances, and the Buyer must buy the Sale Shares, for the Purchase Price, subject to the terms of this agreement.

Purchase Price

- 2.2 The consideration for the sale of the Sale Shares is the payment by the Buyer of the Purchase Price.
- 2.3 On Completion the Buyer must pay the Purchase Price to the Seller, or as directed by the Seller in writing, in Immediately Available Funds.

Title and risk

- 2.4 Title to and risk in the Sale Shares passes to the Buyer on Completion.

Sale Shares to be sold ex-dividend

- 2.5 The parties acknowledge and agree that the Sale Shares are being sold on an ex-dividend basis and that on Completion, the Seller will not account to the Buyer for any Final Dividend

or Special Dividend the Seller receives or for any other dividend declared by the Company and received by the Seller prior to Completion.

Agreed Signing Announcement

- 2.6 Immediately following execution of this agreement, the parties will request that the Company release the Agreed Signing Announcement to the market on the ASX platform.

Agreed Completion Announcement

- 2.7 Immediately following Completion, the parties will request that the Company release the Agreed Completion Announcement to the market on the ASX platform.

Substantial holding

- 2.8 The Buyer and Seller agree to comply with the provisions relating to substantial holding information in Part 6C of the Corporations Act. Without limiting this obligation:
- 2.8.1 the Buyer agrees that, where applicable, it will lodge, with both the Company and the ASX, a substantial holding notice, along with any ancillary documents required; and
- 2.8.2 the Seller agrees that it will lodge, with both the Company and the ASX, a cessation of substantial holding notice and any ancillary documents required,

in accordance with the requirements and timing set out in section 671B of the Corporations Act.

Irrevocable Proxy Appointment During Interim Period

- 2.9 On execution of this agreement, the Buyer irrevocably agrees to vote half of the Sale Shares as directed by the Seller solely with respect to any proposed resolution to be offered at the AGM for the re-election of David J. Gazal as a director of the Company. This agreement may be performed by the Buyer voting as directed on that resolution on a show of hands, on a poll, or by proxy. For the avoidance of doubt, if the resolution is voted on by both a show of hands and a poll, the Buyer must vote as directed on both votes.

Time and Place

- 2.10 Completion must take place at 10:00am (Sydney time) at the offices of DLA Piper Australia at 1 Martin Place, Sydney NSW 2000 on the Completion Date, or at such other place, time and date as the Seller and Buyer agree.

Completion

- 2.11 On or before Completion, each party must carry out the Completion Steps referable to it in accordance with schedule 5.
- 2.12 Completion is taken to have occurred when:

- 2.12.1 each party to this agreement has performed all its obligations under schedule 5; and
- 2.12.2 the Interdependence Condition have been satisfied in accordance with clause 2.13.

Completion under this agreement simultaneous

- 2.13 The actions to take place as contemplated by clause 2.11 and schedule 5 are interdependent and must take place, as nearly as possible, simultaneously. If one action does not take place, then without prejudice to any rights available to any party as a consequence:
 - 2.13.1 there is no obligation on any party to undertake or perform any of the other actions;
 - 2.13.2 to the extent that such actions have already been undertaken, the parties must do everything reasonably required to reverse those actions; and
 - 2.13.3 the Seller and the Buyer must each return to the other all documents delivered to it under clause 2.11 and schedule 5 and must each promptly repay to the other all payments received by it under clause 2.11 and schedule 5, and authorise and direct DLA Piper to immediately repay to the Buyer any payment made to DLA Piper under schedule 5, without prejudice to any other rights any party may have in respect of that failure.

Notice to complete

- 2.14 If a party (**Defaulting Party**) fails to satisfy its obligations under clause 2.11 and schedule 5 on the day and at the place and time for Completion determined under clause 2.10, then:
 - 2.14.1 the Seller (where the Defaulting Party is the Buyer); or
 - 2.14.2 the Buyer (where the Defaulting Party is the Seller),

(in either case the **Notifying Party**), may give the Buyer or Seller (as applicable) a notice in writing requiring the Defaulting Party to satisfy those obligations within a period of three Business Days from the date of the notice and declaring time to be of the essence.

- 2.15 If the Defaulting Party fails to satisfy those obligations within those three Business Days the Notifying Party may, without limitation to any other rights it may have, terminate this agreement by giving written notice to the Buyer or Seller (as applicable).

Interdependence Condition

- 2.16 Completion under this agreement is conditional on and will occur immediately after Putative Completion having occurred under this agreement and each of the Interdependent Sale Agreements (**Interdependence Condition**).
- 2.17 As between the parties, all events, documents, transactions and completions referred to or contemplated by clause are intended to be interdependent. The effect of each is conditional on the effect of each other so that no event, document, transaction or completion has effect,

and each is deemed not to have had effect, unless all events, documents, transactions and completions occur.

- 2.18 All events, documents, transactions and completions referred to or contemplated by clause 2.12.1 and 2.13 are deemed for all purposes to have occurred simultaneously.
- 2.19 If the Interdependence Condition has not been satisfied by 6.00pm on the day three Business Days after the Completion Date, then the Buyer may terminate this agreement by notice in writing to the Seller at any time.

Seller's rights after Completion

- 2.20 On and from Completion, the Seller waives any further right, title and Claim (including any lien) it may have in respect of the Sale Shares, other than in accordance with clause 2.5.

3 TITLE WARRANTIES

- 3.1 The Seller warrants to the Buyer that each of the Title Warranties is true and accurate as at the date of this agreement and immediately before Completion.

Independent Title Warranties

- 3.2 Each of the Title Warranties is to be construed independently of the others and is not limited by reference to any other Title Warranty.

Reliance

- 3.3 The Seller acknowledges that the Buyer has entered into this agreement and will complete this agreement in reliance on the Title Warranties.

4 AUTHORITY WARRANTIES

Authority Warranties

- 4.1 Each of the Seller and Buyer warrants to each other that each of the Authority Warranties is true and accurate:
- 4.1.1 in respect of each Authority Warranty that is expressed to be given on a particular date, at that date; and
- 4.1.2 in respect of each other Authority Warranty, at the date of this agreement and immediately before Completion.

Independent Authority Warranties

- 4.2 Each of the Authority Warranties is to be construed independently of the others and is not limited by reference to any other Authority Warranty.

Reliance

- 4.3 Each party acknowledges that the other party has entered into this agreement and will complete this agreement in reliance on the Authority Warranties.

5 BUYER WARRANTIES

- 5.1 The Buyer warrants to the Seller that each of the Buyer Warranties is true and accurate:
- 5.1.1 in respect of each Buyer Warranty that is expressed to be given on a particular date, at that date; and
 - 5.1.2 in respect of each other Buyer Warranty, at the date of this agreement and immediately before Completion.

Independent Buyer Warranties

- 5.2 Each of the Buyer Warranties is to be construed independently of the others and is not limited by reference to any other Buyer Warranty.

Reliance

- 5.3 The Buyer acknowledges that the Seller has entered into this agreement and will complete this agreement in reliance on the Buyer Warranties.

6 TRUSTEE LIMITATION OF LIABILITY**Capacity**

- 6.1 Notwithstanding any other provision of this agreement, each of the Buyer and Seller, if ~~indicated as a Trustee in the Details of the parties at the beginning of this agreement,~~ enters into this agreement in its capacity as trustee of its relevant Trust and in no other capacity.

Limitation of liability

- 6.2 Subject to clause 7, the recourse of any party in respect of any obligation or liability of a Buyer or Seller which is indicated as a Trustee in the Details of the parties at the beginning of this agreement under or in respect of this agreement is limited to the trustee's ability to be indemnified from the assets of its relevant Trust.

Limitation not to apply

- 6.3 Clause 6.2 does not apply to any obligation or liability of a trustee to the extent that it is not satisfied because there is for any reason a reduction in the extent of the trustee's indemnification out of the assets of its relevant Trust arising as a result of its fraud, gross negligence or breach of trust.

7 GUARANTEE AND INDEMNITY

Guarantee and indemnity

- 7.1 The Guarantor acknowledges that the Buyer is acting in reliance on the Guarantor incurring obligations and giving rights under this guarantee and indemnity
- 7.2 The Guarantor unconditionally and irrevocably guarantees to the Buyer the Seller's compliance with the Seller's obligations in connection with this agreement.
- 7.3 If the Seller does not comply with any obligation on time and in accordance with this agreement, then the Guarantor agrees to comply with that obligation on demand from the Buyer. A demand may be made on the Guarantor whether or not the Buyer has made a demand on the Seller.
- 7.4 The Guarantor indemnifies the Buyer against any liability or loss arising from, and any Costs it incurs, if:
- 7.4.1 the Seller does not, or is unable to, comply with an obligation it has in connection with this agreement; or
 - 7.4.2 an obligation the Seller would otherwise have under this agreement is found to be void, voidable or unenforceable; or
 - 7.4.3 an obligation the Guarantor would otherwise have under clauses 7.2 and 7.3 is found to be void, voidable or unenforceable; or
 - 7.4.4 any representation or warranty by the Seller in this agreement is found to have been incorrect or misleading when made or taken to be made.
- 7.5 The Guarantor agrees to pay amounts due under clause 7.4 on demand from the Buyer. The Buyer need not incur expense or make payment before enforcing this right of indemnity.
-
- ~~7.6 Each guarantee in clauses 7.2 and 7.3 and the indemnity in clause 7.4 is a continuing obligation despite any intervening payment, settlement or other thing and extends to all of the Seller's obligations in connection with this agreement. The Guarantor waives any right it has of first requiring the Buyer to commence proceeding or enforce any other right against the Seller or any other person before claiming from the Guarantor under this guarantee and indemnity.~~
- ### Payments
- 7.7 The Guarantor agrees to make payments under this guarantee and indemnity:
- 7.7.1 in full without set-off or counterclaim, and without any deduction in respect of Taxes unless prohibited by law; and
 - 7.7.2 in Australian dollars, in Immediately Available Funds.

Rights of the Buyer are protected

- 7.8 The rights given to the Buyer under this clause 7, and the Guarantor's liabilities under it, are not affected by any act or omission or any other thing which might otherwise affect them under law or otherwise.
- 7.9 The Guarantor's obligations under clause 7.10 are continuing obligations, independent of the Guarantor's other obligations under this guarantee and indemnity and continue after this guarantee and indemnity ends.

Costs

- 7.10 The Guarantor agrees to pay or reimburse the Buyer on demand for:
- 7.10.1 the Buyer's Costs in making, enforcing and doing anything in connection with this guarantee and indemnity including legal Costs in accordance with any written agreement as to legal costs or, if not agreement, on whichever is the higher of a full indemnity basis or solicitor and own client basis; and
 - 7.10.2 all duties, fees, Taxes and charges which are payable in connection with this guarantee and indemnity or a payment or receipt or other transaction contemplated by it.

8 ANNOUNCEMENTS AND INSIDER TRADING**Announcements**

- 8.1 Subject to clauses 2.8 and 8.2, neither party may, before or after Completion, make or send a public announcement, communication or circular concerning the transactions referred to in this agreement unless it has first obtained the written consent of the other party, which consent is not to be unreasonably withheld or delayed.
-
- 8.2 Clause 8.1 does not apply to:
- 8.2.1 any notice given under clause 2.8;
 - 8.2.2 the release of the Agreed Signing Announcement, Agreed Completion Announcement or a public announcement, communication or circular required by law or a regulation of a securities exchange, if the party required to make or send it has, to the maximum extent reasonably permitted by the circumstances, provided:
 - 8.2.2.1 the other party with sufficient notice and opportunity to comment on such public announcement;
 - 8.2.2.2 the other party with sufficient notice to enable it to seek a protective order or other remedy (such action to be taken at the sole cost and expense of the party seeking such order or other remedy); and

- 8.2.2.3 all assistance and co-operation that the other party considers necessary to prevent or minimise that disclosure (provided that the party required to provide such assistance and cooperation shall not be required to incur any out-of-pocket expenses unless the other party agrees to pay for or reimburse all such expenses)..

No insider trading

- 8.3 The parties acknowledge that the information contained in and disclosed to each other in connection with this agreement and the Interdependent Agreements may be 'inside information' within the meaning of Part 7.10, Division 3 of the Corporations Act in relation to Shares or other securities of the Company. Without limiting anything else in this agreement, the parties must not do anything which results or could result in it being in breach of any provision of Part 7.10, Division 3 of the Corporations Act in connection with this agreement and the Interdependent Agreements.

9 TERMINATION

Termination

- 9.1 Any party may terminate this agreement at any time before Completion by notice in writing to the other party:
- 9.1.1 if the other party or the Company is the subject of an Insolvency Event; or
- 9.1.2 otherwise in accordance with clause 2.15 or clause 2.19.

Effect of termination

- 9.2 If this agreement is terminated under this clause 9 then:
- 9.2.1 ~~subject to clause 9.2.3, each party is released from its obligations to further~~ perform its obligations under this agreement, except those expressed to survive termination;
- 9.2.2 each party retains the rights it has against the other in respect of any breach of this agreement occurring before termination;
- 9.2.3 each party must immediately authorise and direct DLA Piper to immediately repay to the Buyer any payment made to DLA Piper under schedule 5;
- 9.2.4 the rights and obligations of each party under each of the following clauses and schedules will continue independently from the other obligations of the parties and survive termination of this agreement:
- 9.2.4.1 clause 1;
- 9.2.4.2 clause 7;
- 9.2.4.3 clause 8;

9.2.4.4 clause 9;

9.2.4.5 clause 11; and

9.2.4.6 clauses 13.1 to 13.11 inclusive and 13.13 to 13.19 inclusive.

10 DUTIES, COSTS AND EXPENSES

Duties

- 10.1 The Buyer must pay all Duty in respect of the execution, delivery and performance of this agreement and any agreement or document entered into or signed under this agreement.

Costs and expenses

- 10.2 Unless otherwise provided for in this agreement, each party must pay its own costs and expenses in respect of the negotiation, preparation, execution, delivery and registration of this agreement and any other agreement or document entered into or signed under this agreement.
- 10.3 Any action to be taken by the Buyer or the Seller in performing obligations under this agreement must be taken at their own cost and expense unless otherwise provided in this agreement.

11 GST

Definitions

- 11.1 Words used in this clause 11 that have a defined meaning in the GST Law have the same meaning as in the GST Law unless the context indicates otherwise.

GST

- 11.2 Unless expressly stated otherwise, any consideration (monetary or non-monetary) payable or to be provided, or amount used in the calculation of a sum payable under or in connection with this agreement has been determined without regard to GST.
- 11.3 To the extent that any supply made under or in connection with this agreement is a taxable supply (other than any supply made under another agreement that contains a specific provision dealing with GST), the recipient must pay, in addition to the consideration provided under this agreement for that supply (unless it expressly includes GST) an amount (additional amount) equal to the amount of that consideration (or in the case on non-monetary consideration, its GST exclusive market value) multiplied by the rate at which GST is imposed in respect of the supply. The recipient must pay the additional amount at the same time as the consideration to which it is referable.
- 11.4 Whenever an adjustment event occurs in relation to any taxable supply to which clause 11.3 applies:

- 11.4.1 the supplier must determine the amount of the GST component of the consideration payable;
- 11.4.2 if the GST component of that consideration differs from the amount previously paid, the amount of the difference must be paid by, refunded to or credited to the recipient, as applicable; and
- 11.4.3 the supplier must issue the recipient with a tax invoice or adjustment note within 21 days of the supplier becoming aware of the adjustment.

Tax invoices

- 11.5 The supplier must issue a Tax Invoice to the recipient of a supply to which clause 11.2 applies no later than seven days following payment of the GST inclusive consideration for that supply under that clause.

Reimbursements

- 11.6 If any party is entitled under this agreement to be reimbursed or indemnified by any other party for a cost or expense incurred in connection with this agreement, the reimbursement or indemnity payment must not include any GST component of the cost or expense to the extent that the cost or expense is the consideration for a creditable acquisition made by the party being reimbursed or indemnified, or by its representative member.

12 NOTICES

Form of Notice

- 12.1 A notice or other communication to a party under this agreement (**Notice**) must be:
 - 12.1.1 in writing and in English and signed by or on behalf of the sending party; and
 - 12.1.2 addressed to that party in accordance with the details set out in the table below (or any alternative details nominated to the sending party by Notice).

| Party | Notice Details |
|--------|--|
| Buyer | Address: 3 McPherson Street, Banksmeadow NSW 2019 Email: mgazal1264@gmail.com Attention: Michael Gazal, MJ & HH Gazal Pty Limited atf Michael Gazal Family Trust |
| Seller | Address: 3 McPherson Street, Banksmeadow NSW 2019 Email: mgazal1264@gmail.com |

| Party | Notice Details |
|-------|---|
| | Attention: Michael Gazal, Woodcraey Pty Limited |

How Notice must be given and when Notice is received

- 12.2 A Notice must be given by one of the methods set out in the table below.
- 12.3 A Notice is regarded as given and received at the time set out in the table below.
- 12.4 However, if this means the Notice would be regarded as given and received outside the period between 9.00am and 5.00pm (addressee's time) on a Business Day (business hours period), then the Notice will be regarded as given and received at the start of the following Business Day.

| Method of giving Notice | When Notice is regarded as given and received |
|---|--|
| By hand to the nominated address | When delivered to the nominated address |
| By pre-paid post to the nominated address | At 9.00am (addressee's time) on the fifth Business Day after the date of posting |
| By email to the nominated email address | At the time the email was sent by the sender, such time to be determined by reference to the device from which the email was sent, provided no automated message is received stating that the email has not been delivered |

13 GENERAL

Governing law and jurisdiction

- 13.1 This agreement and any dispute or claim arising out of or in connection with it or its subject matter, existence, negotiation, validity, termination or enforceability (including non-contractual disputes or claims) shall be governed by and construed in accordance with the laws of New South Wales.
- 13.2 Each party irrevocably agrees for the benefit of the Seller that the Courts of New South Wales shall have non-exclusive jurisdiction in relation to any dispute or claim arising out of or in connection with this agreement or its subject matter, existence, negotiation, validity, termination or enforceability (including non-contractual disputes or claims).
- 13.3 Each party irrevocably waives any right that it may have to object to an action being brought in those Courts, to claim that the action has been brought in an inconvenient forum, or to claim that those Courts do not have jurisdiction.

Waiver

- 13.4 No party to this agreement may rely on the words or conduct of any other party as a waiver of any right unless the waiver is in writing signed by the party granting the waiver.
- 13.5 In this clause 13:
- 13.5.1 **conduct** includes delay in the exercise of a right;
 - 13.5.2 **right** means any right arising under or in connection with this agreement and includes the right to rely on this clause; and
 - 13.5.3 **waiver** includes an election between rights and remedies, and conduct which might otherwise give rise to an estoppel.
- 13.6 A provision of, or a right, discretion or authority created under, this agreement may not be:
- 13.6.1 waived except in writing signed by the party granting the waiver; and
 - 13.6.2 varied except in writing signed by the parties.
- 13.7 A failure or delay in exercise, or partial exercise, of a power, right, authority, discretion or remedy arising from a breach of, or default under this agreement does not result in a waiver of that right, power, authority, discretion or remedy.

Variation

- 13.8 A variation of any term of this agreement must be in writing and signed by the parties.

Assignment

- 13.9 Rights arising out of or under this agreement are not assignable by a party without the prior written consent of the other parties.

-
- 13.10 A breach of clause 13.9 by a party entitles the other parties to terminate this agreement.

- 13.11 Clause 13.10 does not affect the construction of any other part of this agreement.

Further action to be taken at each party's own expense

- 13.12 Subject to clause 10, each party must, at its own expense, do all things and execute all documents necessary to give full effect to this agreement and the transaction contemplated by it and use reasonable endeavours to cause relevant third parties to do the same.

Remedies cumulative

- 13.13 Except as provided in this agreement and permitted by law, the rights, powers and remedies provided in this agreement are cumulative with and not exclusive to the rights, powers or remedies provided by law independently of this agreement.

Counterparts

- 13.14 This agreement may be executed in any number of counterparts.

Entire Agreement

- 13.15 This agreement embodies the entire agreement between the parties and supersedes any prior negotiation, conduct, arrangement, understanding or agreement, express or implied, with respect to the subject matter of this agreement.

No merger

- 13.16 The warranties, guarantee and indemnities, other representations and covenants and any other rights accrued under this agreement are continuing and survive and do not merge or extinguish on the date of this agreement and the beneficiary of such rights may pursue and enforce any rights as a claim under and subject to this agreement.

No reliance

- 13.17 No party has relied on any statement by the/any other party not expressly included in this agreement.

Effect of Completion

- 13.18 So far as it remains to be performed this agreement shall continue in full force and effect after Completion. The rights and remedies of the parties shall not be affected by Completion.

No set-off, deduction or counterclaim

- 13.19 Every payment payable under this agreement shall be made in full without any set-off or counterclaim howsoever arising and will be free and clear of, and without deduction of, or withholding for or on account of, any amount which is due and payable under this agreement.



SCHEDULE 1: SALE SHARES

| Shareholder | Class | Number of Sale Shares |
|----------------------|----------|-----------------------|
| Woodcray Pty Limited | Ordinary | 6,669,436 |
| TOTAL | Ordinary | 6,669,436 |

SCHEDULE 2: TITLE WARRANTIES**1 TITLE**

- 1.1 The Seller is the sole legal owner of the Sale Shares and has complete and unrestricted power, authority and right to sell the Sale Shares to the Buyer.
- 1.2 At Completion, subject only to registration of the Buyer in the Company's share register, the Buyer will acquire the full legal and beneficial ownership of the Sale Shares free and clear of all Encumbrances and there are no facts or circumstances that could result in the creation of an Encumbrance over the Sale Shares. .
- 1.3 There are no actions, claims, demands, proceedings or investigations current, pending or threatened against the Seller which may have a material effect on the sale and purchase of the Sale Shares in accordance with this agreement.
- 1.4 There are no claims against the Sale Shares by any person and there are no contractual arrangements relating to the Sale Shares or any of the rights attaching to the Sale Shares.
- 1.5 The sale of the Sale Shares will not constitute a violation of Division 3 of Part 7.10 of the *Corporations Act 2001* (Cth) relating to insider trading.

SCHEDULE 3: AUTHORITY WARRANTIES

Each reference below to the 'Warranting Party' means the relevant party giving the Authority Warranties under clause 4.

1 NO LEGAL IMPEDIMENT

1.1 The execution, delivery and performance by the Warranting Party of this agreement:

1.1.1 complies with its constitution and other constituent documents; and

1.1.2 does not constitute a breach of any law or obligation, or cause or result in default under any agreement or Encumbrance, by which it is bound and that would prevent it from entering into and performing its obligations under this agreement.

2 CORPORATE AUTHORISATIONS

2.1 All necessary action to authorise the execution, delivery and performance of this agreement by the Warranting Party in accordance with its terms have been taken.

3 INCORPORATION

3.1 The Warranting Party is validly incorporated, organised and subsisting in accordance with the laws of its place of incorporation.

4 CAPACITY

4.1 The Warranting Party has the power to enter into and perform its obligations under this agreement and to carry out the transactions contemplated by this agreement and the Warranting Party's obligations under this agreement are valid and binding and enforceable against it and the relevant Trust in accordance with their terms.

4.2 This agreement constitutes valid and binding obligations of the Warranting Party in accordance with its terms, subject to any principles of equity or insolvency law and necessary stamping.

4.3 The Warranting Party has obtained all necessary authorisations for the execution, delivery and performance by the Warranting Party of this agreement in accordance with its terms.

5 BREACH OR DEFAULT

5.1 The execution, delivery and performance of this agreement by the Warranting Party does not and will not result in a breach of or constitute a default under:

- 5.1.1 any provision of the constitution (or equivalent documents) of that Warranting Party ; or
- 5.1.2 any applicable law or regulation.

6 SOLVENCY

- 6.1 The Warranting Party is not the subject of an Insolvency Event and, there are no circumstances that justify the Warranting Party being the subject of an Insolvency Event.

7 TRUSTEE CAPACITY

The Trust and the Trust deed

- 7.1 The relevant Trust has been validly created and is in existence and is solely constituted by the Trust Deed for that Trust and:
 - 7.1.1 the relevant Trust Deed is not void, voidable or otherwise unenforceable;
 - 7.1.2 a date has not been declared under the Trust Deed for the relevant Trust as the date on which that Trust will be vested or come to an end;
 - 7.1.3 all stamp duty properly payable on the relevant Trust Deed has been paid; and
 - 7.1.4 no proceedings of any description have been or are likely to be commenced or threatened which could have a material adverse effect on the assets or financial position of the relevant Trust or on the trusteeship of the trustee of that Trust.

The Warranting Party as trustee

7.2 ~~The Warranting Party:~~

- 7.2.1 has been validly appointed as trustee of the relevant Trust and is the sole trustee of that Trust; and
- 7.2.2 has valid rights to be fully indemnified against the assets of the relevant Trust for all liabilities incurred by it in its capacity as trustee of that trust (including those incurred by it under this agreement), which rights are not limited in anyway (by set-off or otherwise) and are available for satisfaction of all liabilities and other obligations incurred by the Warranting Party under this agreement; and
- 7.2.3 is not in breach of its obligations under the relevant Trust Deed and no allegation has been made that it has breached those obligations.

Capacity of trustee

- 7.3 The Warranting Party as trustee of the relevant Trust has the legal right and full corporate power and capacity to enter into and perform its obligations under this agreement in its

capacity as trustee of that Trust and has obtained all necessary authorisations and consents under the Trust Deed for that Trust and taken all other actions necessary to enable it to do so;

Breach or default under relevant Trust Deed

- 7.4 The execution, delivery and performance of this agreement by the Warranting Party as trustee of the relevant Trust does not and will not result in a breach of or constitute a default under the Trust Deed for that Trust;

Other

- 7.5 There are no other arrangements or understandings in relation to the relevant Trust other than the Trust Deed for that Trust.
- 7.6 All action required by the relevant Trust Deed and law to authorise the Warranting Party's execution and delivery of this agreement and the performance of its obligations under this agreement, has been taken.
- 7.7 The execution by the Warranting Party of this agreement and the performance by it of its obligations or the exercise of its rights under this agreement does not contravene the relevant Trust Deed.
- 7.8 No action is currently taking place or pending to remove the Warranting Party as trustee of the relevant Trust or appoint a new or additional trustee of that Trust.
- 7.9 The Warranting Party is not and has never been in breach of the relevant Trust Deed or the law (including its general duties as trustee of that Trust) in a way that would limit the amount recoverable under the trustee's indemnity referred to in Authority Warranty 7.2.2.
- 7.10 The relevant Trust has not been terminated and no action is pending to terminate that Trust.
-

SCHEDULE 4: BUYER WARRANTIES**1 REGULATORY**

- 1.1 The acquisition of the Shares by the Buyer will not result in the Buyer holding a prohibited interest at law for the purposes of the Corporations Act (including section 606 thereof), or contravening the provisions of the *Competition and Consumer Act 2010* or the *Foreign Acquisitions and Takeovers Act 1975* (Cth).

2 FINANCE

- 2.1 The Buyer has, available on terms which involve no pre-condition sources of finance which will provide in Immediately Available Funds, the necessary cash resources to pay the Purchase Price in accordance with clause 2.3.

3 INDEPENDENT ADVICE

- 3.1 The Buyer has had independent professional advice concerning this agreement and the transactions contemplated by this agreement and has satisfied itself about anything arising from that advice relating to the terms of this agreement.



SCHEDULE 5: COMPLETION STEPS

1 COMPLETION ISSUER SPONSORED SUB-REGISTER

Seller's obligations at Completion

- 1.1 At Completion, the Seller must execute and deliver to the Buyer an original share transfer form for the transfer of the Sale Shares from the Seller to the Buyer, substantially in the form set out in Part 1 of schedule SCHEDULE 6: .

Buyer's obligations at Completion

- 1.2 At Completion the Buyer must:
- 1.2.1 pay the Purchase Price in Immediately Available Funds into the following trust account of DLA Piper (or a controlled monies account notified in writing by DLA Piper to the Buyer at least two Business Days prior to completion):

DLA Piper Australia Law Practice Trust Account
St George Bank
BSB: 332-003
A/C: 551 090 954
SWIFT CODE: SGBLAU2S
 - 1.2.2 deliver to DLA Piper the payment direction in the form set out in schedule 8, directing DLA Piper to release the Purchase Price to the Seller at Completion; and
 - 1.2.3 execute and deliver to the Seller an original share transfer form for the transfer of the Sale Shares from the Seller to the Buyer, in the form set out in schedule SCHEDULE 6: .
-

2 COMPLETION CHESS SUB-REGISTER

Seller's obligations at Completion

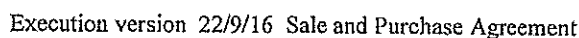
- 2.1 At Completion, the Seller and Guarantor must procure the execution and delivery:
- 2.1.1 of an original Transfer Instruction and Authorisation from the Seller substantially in the form set out in Part 2 of schedule SCHEDULE 6: ; and
 - 2.1.2 to the Buyer, of an original share transfer form for the transfer of the Sale Shares from HSBC Custody Nominees (Australia) Limited as seller to the Buyer, substantially in the form set out in Part 1 of schedule SCHEDULE 6: .



Buyer's obligations at Completion

- 2.2 At Completion the Buyer must:
- 2.2.1 pay the Purchase Price in Immediately Available Funds into the following trust account of DLA Piper (or a controlled monies account notified in writing by DLA Piper to the Buyer at least two Business Days prior to completion):

DLA Piper Australia Law Practice Trust Account
St George Bank
BSB: 332-003
A/C: 551 090 954
SWIFT CODE: SGBLAU2S
 - 2.2.2 deliver to DLA Piper the payment direction in the form set out in schedule 8, directing DLA Piper to release the Purchase Price to the Seller at Completion; and
 - 2.2.3 execute and deliver to the Seller an original share transfer form for the transfer of the Sale Shares from HSBC Custody Nominees (Australia) Limited as seller to the Buyer, in the form set out in schedule SCHEDULE 6: .
- 2.3 At Completion, the Seller must tender the irrevocable resignation of Richard V Gazal as a director of the Company, with the resignation to include an acknowledgement that no monies are owing to Mr Gazal whether by way of fees, salary, expenses, compensation for loss of office or otherwise by the Company and that he has no claims of any nature against the Company.



Part 1:

Use a black pen. Print in CAPITAL letters.
 Note: Any alterations must be initialed by the seller(s) and the buyer(s).
 Any increase in the quantity of securities being transferred is not acceptable even if initialed.
 Correction fluid or tape must not be used.

Unaffiliated (UNAFF) Holdings - This form must be completed by UNAFF Sponsorship Entities in New System Participant, Unaffiliated Investor Sponsorship Holdings - This form must be completed by UNAFF Sponsorship Entities in water broker or non-affiliated

1 Stamp Duty Paid

| | | | | |
|----|---|---|-----------------|-------------------------|
| | Full name of Company or Corporation | | 3 | Date of Incorporation |
| 3 | Description of Securities (Shares, options etc.) | Case | 4 | Number |
| 4 | Quantity | Words | 5 | Figure |
| 5 | Full name(s) of Transferee(s) (Seller(s)) | Given Name Surname | For Company Use | |
| 6 | Securityholder Reference Number (must be quoted) | SRN : _____ | | |
| 7 | Consideration | A\$ | 10 | Date of Purchase / / |
| 8 | Full name(s) of Transferee(s) (Buyer(s)) | Title Mr Mrs Ms Given Name Surname | | |
| 9 | Full postal address of Transferee(s) (Buyer(s)) | Date/Country | | |
| 10 | Transferee(s) (Buyer(s)) Securityholder Reference Number (if known) | SRN : _____ | | |

I, We, as a registered holder and undersigned holder for the above corporation do hereby transfer to the above named transferee, called the "Buyer," the shares as described above existing in your name in the books of the above named Company, subject to the several conditions on which they hold the same, all of them as stated in the above certificate of incorporation and the several amendments thereto, and to the several laws of the State of New York in relation to the same. We have received my notes of deposit of the shares of stock by death of the grantor or otherwise, under which law to be signed (if applicable). To sign as power of attorney you must have already signed with the registry or your broker as appropriate or indicate a certified check with this transfer.

21 September 2016 DIVI

HOW TO COMPLETE THE TRANSFER FORM FOR NON-MARKET TRANSACTIONS WHEN TRANSFERRING SECURITIES IN A LISTED OR UNLISTED COMPANY

1. **STAMP DUTY**
Transfer of securities that are listed and quoted on an Australian Stock Exchange are exempt from stamp duty.
However, Stamp Duty is payable on all other securities by the buyer of the shares and is based on the amount of consideration (note 1).
The stamp duty is calculated at the rate now applicable to the place in which the company the securities are held is incorporated. If the company is incorporated outside Australia, the state or territory in which the principal register is located determines the state or territory in which the duty is payable.
Transfers must be submitted to the respective State or Territory Stamp Duty office for assessment and payment of any applicable duty.
2. **FULL NAME OF COMPANY OR CORPORATION**
The full name of the company or corporation in which securities are held.
3. **STATE OF INCORPORATION**
State in which the Company (note 2) is incorporated in. This can be found on the securities certificate, prospectus or other notice received from the company.
4. **DESCRIPTION OF SECURITIES**
e.g. Fully Paid Ordinary Shares, 2% Redeemable Convertible Notes etc.
5. **REGISTER**
The state in which the securities are registered. This can be found on the securities certificate or statement.
6. **QUANTITY**
Number of securities being transferred (in both words and figures).
7. **FULL NAME OF TRANSFERORS OR SELLERS**
Full names must be included together with any designation (if applicable).
8. **SECURITYHOLDER REFERENCE NUMBER**
This number must be quoted when transferring securities not represented by certificates. This is securities registered on the issuer's sponsored (unofficial) subregister.
9. **CONSIDERATION**
Is the full amount paid in full for the transfer of securities. Purchases should reflect the market price of shares as at the date of purchase.
Market values are quoted in the daily newspapers.
10. **DATE OF PURCHASE**
Insert date of purchase or completion of the transfer.
11. **FULL NAME OF TRANSFEREE OR BUYER**
Insert the full names of buyer (is maximum of three joint holders).
Securities may not be registered in the names of a firm or business name, an estate or deceased person, a trust, a fund or a club.
12. **FULL POSTAL ADDRESS OF TRANSFEREE OR BUYER**
Insert full address including the postcode. Only one address may be recorded.
13. **SECURITYHOLDER REFERENCE NUMBER (SRN)**
If the buyer is an existing holder in the company and is registered on the issuer's sponsored (unofficial) subregister, please quote the existing SRN.
14. **SIGNATURES**
 - (i) Individual - The securityholder must sign.
 - (ii) Joint Holdings - Where the holding is in more than one name, all of the securityholders must sign.
 - (iii) Power of Attorney - To sign as power of attorney, you must have already lodged it with the registry.
Alternatively, attach a certified photocopy of the power of attorney to this form.
 - (iv) Deceased Estate - When the holding is in the name of an estate, all executors/administrators are required to sign.
(Provide requirements must also be complied with).
 - (v) Companies - Director, Company Secretary, Sole Director and Sole Company Secretary or Sole Director (no Company Secretary) can sign.
Please sign in the appropriate box which indicates the office held by you.
15. **DATE SIGNED**
Insert date signed by the seller/s.
16. **BUYER SIGNATURES**
 - (i) Individual - The securityholder must sign.
 - (ii) Joint Holdings - Where the holding is to be registered in more than one name, all of the proposed securityholders must sign.
 - (iii) Power of Attorney - To sign as power of attorney, you must have already lodged it with the registry.
Alternatively, attach a certified photocopy of the power of attorney to this form.
 - (iv) Deceased Estate - When the holding is in the name of an estate, all executors/administrators are required to sign.
(Provide requirements must also be complied with).
 - (v) Companies - Director, Company Secretary, Sole Director and Sole Company Secretary or Sole Director (no Company Secretary) can sign.
Please sign in the appropriate box which indicates the office held by you.
17. **DATE SIGNED**
Insert date signed by the buyer/s.

Note 1: Copies of documents forwarded must be certified as a correct copy by a person who in the State or Territory of certification has the power to witness a Statutory Declaration.

Note 2: Transfers or other documents that do not fully meet the company's requirements are liable to be returned unregistered.



Part 2:

[date] 2016

Mr Paul Hamblett
Credit Suisse AG, Sydney Branch
Level 31, 1 Macquarie Place
Sydney NSW 2000
Australia

Dear Paul,

Re: Transfer Instruction and Authorisation

Please transfer the following shares in Gazal Corporation Limited (ISIN: AU000000GZL4) currently held in my account CIF 2001063 to the following parties:

| Party | # of Shares | Registration Details (Buyer's Name and Address) | Buyer's HIN/SRN |
|-------|-------------|---|-----------------|
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |

Please contact me if you require any further details. Thank you for your assistance.

Yours sincerely,

Richard Gazal
Authorised Signatory

Laura Gazal
Authorised Signatory

SCHEDULE 7: AGREED ANNOUNCEMENTS

Part 1: - Agreed Signing Announcement



DRAFT – NOT FOR RELEASE

**MAJOR SHAREHOLDING CHANGES ANNOUNCED
FOR
GAZAL CORPORATION LIMITED [ASX:GZL]**

[] September, 2016

Gazal Corporation Limited (“GZL” or “Company”) has today been informed that Mr Richard Gazal has decided to sell his direct interests¹ in 9.5 million GZL shares (16.3% of GZL).

PVH Corp. (“PVH”), GZL’s partner in the PVH Brands joint venture, will acquire 5.8 million shares, taking a 10% stake in the Company. PVH is one of the largest branded lifestyle apparel companies in the world and owns the iconic *Calvin Klein*, *Tommy Hilfiger* and *Van Heusen* brands and markets a variety of goods under these and other U.S. domestic and internationally known owned and licensed brands.

Harvey Norman Holdings Limited, a longstanding shareholder in GZL will acquire 3.2 million shares, increasing their holding to 7.2% of the Company.

As well, Mr Craig Kimberley, Non-Executive Director of GZL will acquire 0.5 million shares, increasing his holding to 2.6% of the Company.

Additionally to facilitate Richard Gazal’s sell down, Gazal Nominees Pty Limited² will transfer its 10 million GZL shares to family members. Executive Chairman, Michael Gazal (or his individual family trust) will acquire 6.7 million shares taking his direct interests to 30% of the Company. Mr David Gazal (or his individual family trust) will acquire 3.3 million shares taking his direct interests to 24.1% of the Company.

Having sold his stake in the Company, Richard Gazal will relinquish his role as Non-Executive Director on the completion date of 6 October 2016.

¹ “Direct interests” refers to GZL shares held by individual Gazal Family members or their individual family trusts.

² Michael, David and Richard each have a relevant interest in the GZL shares held or controlled by Gazal Nominees Pty Limited.

Michael Gazal said, "I would like to welcome onto our register the global apparel giant PVH with whom we have a longstanding and respectful relationship. PVH's involvement as our joint venture partner has been very supportive, and we are excited by the increased alignment that PVH's 10% equity interest in the holding Company will bring.

"I'm also delighted that long-time shareholder Harvey Norman will be increasing its holding to 7.2% of the Company. We are pleased to have one of Australia's most successful and experienced retailers taking such an interest in our business.

"Finally, I am delighted to be increasing my direct interest in Gazal, which is consistent with my commitment to the Company and my confidence in the long term prospects for the business as we pursue the growth potential for all our brands within the Group."

Further particulars of the shareholding changes are detailed below.

Additional information

Gazal Nominees Pty Limited ("Gazal Nominees") is the corporate trustee of the Matilda Malouf Trust ("MMT"). MMT holds one million shares representing 1.7% of GZL. Michael, David and Richard Gazal have a relevant interest in shares held by MMT as they each have a 25% shareholding in Gazal Nominees. Michael, David and Richard Gazal also have a relevant interest in GZL shares held by Woodcray Pty Limited ("Woodcray"), as it is a 100% owned entity of MMT. Woodcray holds 9 million shares representing 15.5% of GZL. The combined interests of MMT and Woodcray ultimately controlled by Gazal Nominees is 10 million shares representing 17.2% of GZL.

The pre and post transaction direct interests of the underlying shareholders selling and buying shares, expressed as a percentage of total GZL shares on issue is set out in the table below:-

| Underlying Shareholder | Direct interests | |
|------------------------|------------------|------------------|
| | Pre-transaction | Post-transaction |
| Mr Michael Gazal | 18.5% | 30.0% |
| Mr David Gazal | 18.3% | 24.1% |
| Mr Richard Gazal | 16.3% | - |
| Gazal Nominees | 17.2% | - |
| PVH Corp. | - | 10.0% |
| Harvey Norman | 1.7% | 7.2% |
| Mr Craig Kimberley | 1.7% | 2.6% |

Completion of the transactions will take place on 6 October 2016. Accordingly, the shares currently held by Gazal Nominees and Mr Richard Gazal (or his individual family trust) will be entitled to the special dividend of 35 cents per share announced by GZL today and the final dividend of 7 cents per share announced by GZL on 31 August 2016.



All shares to be sold or transferred under the Transactions will be at a price of \$2.065 per share (excluding the special and final dividends).

For further information please contact the Company Secretary, Peter Wood on +61 2 9316 2801.

About Gazal Corporation Limited

Based in Sydney and listed on the Australian Securities Exchange, Gazal is a leading apparel supplier and retailer in Australasia. The Company jointly owns and manages PVH Brands Australia Pty Limited, a joint venture company ("the JV") in partnership with PVH Corp. (NYSE: PVH) one of the largest branded lifestyle apparel companies in the world. The JV licenses and operates PVH's iconic lifestyle apparel brands lead by *Calvin Klein* and *Tommy Hilfiger* as well as other licensed and JV owned brand names such as *Van Heusen*, *Pierre Cardin*, *Bracks*, *Nancy Ganz*, *Spanx* and *HoldmeTight*. In addition, Gazal owns and operates the *Bisley Workwear* brand.

Part 2: - Agreed Completion Announcement**COMPLETION OF MAJOR SHAREHOLDING CHANGES FOR
GAZAL CORPORATION LIMITED [ASX:GZL]**

[] September, 2016

Gazal Corporation Limited ("GZL" or "Company") is pleased to announce completion of the transactions announced by the Company on [] September 2016

For further information please contact the Company Secretary, Peter Wood on +61 2 9316 2801.

About Gazal Corporation Limited

Based in Sydney and listed on the Australian Securities Exchange, Gazal is a leading apparel supplier and retailer in Australasia. The Company jointly owns and manages PVH Brands Australia Pty Limited, a joint venture company ("the JV") in partnership with PVH Corp. (NYSE: PVH) one of the largest branded lifestyle apparel companies in the world. The JV licenses and operates PVH's iconic lifestyle apparel brands lead by Calvin Klein and Tommy Hilfiger as well as other licensed and JV owned brand names such as Van Heusen, Pierre Cardin, Bracks, Nancy Ganz, Spanx and HoldmeTight. In addition, Gazal owns and operates the Bisley Workwear brand.



SCHEDULE 8: PAYMENT DIRECTION

To: DLA Piper Australia

From: Buyer

Dated:

1 BACKGROUND

We refer to the Sale and Purchase Agreement dated on or about 2016 between the [insert Buyer] and [insert Seller name] (SPA). Terms defined in the SPA have the same meaning when used in this document unless otherwise defined in this document.

In accordance with clause 1.2 or 2.2 of schedule 5 of the SPA, the Buyer has agreed to transfer [insert purchase price amount] (**Purchase Price**) into the following account at Completion.

[insert DLA Piper Trust account details]

(DLA Piper Trust Account)

2 PAYMENT DIRECTION

(a) For the purposes of clause 1.2 and 2.2 of schedule 5 of the SPA and subject to ~~clause 3 below, the Buyer directs DLA Piper Australia to transfer the Purchase Price~~ into the account detailed in clause 2(b) below, upon DLA Piper Australia and the Buyer receiving a written confirmation from James Philips, Partner, DLA Piper Australia, that Putative Completion has occurred under the SPA and each of the Interdependent Sale Agreements (**Completion Confirmation**).

(b) Account details

[Seller account details to be notified in writing at least 3 BD before Completion]

3 REFUND OF PURCHASE PRICE WHERE COMPLETION HAS NOT OCCURRED

If:

(a) DLA Piper Australia does not receive a Completion Confirmation by [2.00]pm (Sydney time) on the fourth Business Day after the Special Dividend Payment Date;



- (b) this agreement is terminated in accordance with clause 10.1 of the SPA; or
- (c) clause 3.4.3 of the SPA applies,

the Buyer revokes the direction in clause 2(a) above and directs DLA Piper Australia to promptly transfer the Purchase Price to the following account:

[insert Buyer's account details]

4 ACKNOWLEDGEMENT

- (a) The Buyer acknowledges and agrees that DLA Piper Australia's obligation to transfer the Purchase Price in accordance with clause 2(a) or 3 of this payment direction (as the context requires) is subject to DLA Piper Australia actually having received the Purchase Price from the Buyer in Immediately Available Funds in the DLA Piper Trust Account.
- (b) The Buyer acknowledges that nothing in this direction gives rise to a relationship of lawyer and client between the Buyer and DLA Piper.

5 GENERAL

This direction is irrevocable and may not be withdrawn.

- (a) Any written notice required to be given pursuant to this document may be given by email.
- (b) This document is governed by, and shall be construed in accordance with, the laws of New South Wales.



EXECUTION

Executed as an Agreement.

Executed by MJ & HH Gazal Pty Ltd ACN
119 624 190 in accordance with s127 of the
Corporations Act 2001:

.....
Signature of director

MICHAEL JOSEPH GAZAL

.....
Name of director (print)

.....
Signature of director

HELEN HILARIE GAZAL

.....
Name of director(print)

Executed by WOODCRAY PTY LIMITED
ACN 073 545 534 in accordance with s127 of
the *Corporations Act 2001*:

.....
Signature of director

.....
DAVID GAZAL
Name of director (print)

.....
Signature of director/company secretary

.....
Name of director/company secretary (print)



EXECUTION

Executed as an Agreement.

Executed by MJ & HH Gazal Pty Ltd ACN
119 624 190 in accordance with s127 of the
Corporations Act 2001:


.....
Signature of director

MICHAEL JOSEPH GAZAL

.....
Name of director (print)


.....
Signature of director

HELEN HILARIE GAZAL

.....
Name of director (print)

Executed by WOODCRAY PTY LIMITED
ACN 073 545 534 in accordance with s127 of
the Corporations Act 2001:


.....
Signature of director

MICHAEL GAZAL

.....
Name of director (print)

.....
Signature of director/company secretary

.....
Name of director/company secretary (print)

ANNEXURE E

SALE AND PURCHASE AGREEMENT

David Gazal Family Company Pty Limited ACN 104 693 576
atf The David Gazal Family Trust (Buyer)

Woodcray Pty Limited ACN 073 545 534 (Seller)

DLA Piper Australia
Level 22
No.1 Martin Place
Sydney NSW 2000
GPO Box 4082
Sydney NSW 2001
Australia
DX 107 Sydney
T +61 2 9286 8000
F +61 2 9286 8007
W www.dlapiper.com



CONTENTS

| | |
|---|----|
| DETAILS | 1 |
| BACKGROUND | 1 |
| AGREED TERMS | 2 |
| 1 DEFINITIONS, INTERPRETATION AND AGREEMENT COMPONENTS..... | 2 |
| Definitions | 2 |
| Interpretation..... | 7 |
| Business Day..... | 8 |
| Inclusive expressions | 8 |
| Agreement components | 8 |
| Certain clauses may or may not be operative | 8 |
| 2 SALE AND PURCHASE | 9 |
| Sale Shares..... | 9 |
| Purchase Price..... | 9 |
| Title and risk..... | 9 |
| Sale Shares to be sold ex-dividend | 9 |
| Agreed Signing Announcement | 10 |
| Agreed Completion Announcement | 10 |
| Time and Place..... | 10 |
| Completion..... | 10 |
| Completion under this agreement simultaneous | 11 |
| Notice to complete | 11 |
| Interdependence Condition | 11 |
| Seller's rights after Completion..... | 12 |
| 3 TITLE WARRANTIES | 12 |
| Independent Title Warranties..... | 12 |
| Reliance | 12 |
| 4 AUTHORITY WARRANTIES | 12 |
| Authority Warranties | 12 |
| Independent Authority Warranties..... | 12 |
| Reliance | 13 |
| 5 BUYER WARRANTIES..... | 13 |
| Independent Buyer Warranties | 13 |
| Reliance | 13 |



| | | |
|----|--|----|
| 6 | TRUSTEE LIMITATION OF LIABILITY..... | 13 |
| | Capacity | 13 |
| | Limitation of liability | 13 |
| | Limitation not to apply..... | 13 |
| 8 | ANNOUNCEMENTS AND INSIDER TRADING | 15 |
| | Announcements | 15 |
| | No insider trading | 16 |
| 9 | TERMINATION..... | 16 |
| | Termination..... | 16 |
| | Effect of termination | 16 |
| 10 | DUTIES, COSTS AND EXPENSES..... | 17 |
| | Duties | 17 |
| | Costs and expenses | 17 |
| 11 | GST..... | 17 |
| | Definitions | 17 |
| | GST..... | 17 |
| | Tax invoices..... | 18 |
| | Reimbursements..... | 18 |
| 12 | NOTICES..... | 18 |
| | Form of Notice..... | 18 |
| | How Notice must be given and when Notice is received | 19 |
| 13 | GENERAL..... | 19 |
| | Governing law and jurisdiction..... | 19 |
| | Waiver..... | 20 |
| | Variation | 20 |
| | Assignment | 20 |
| | Further action to be taken at each party's own expense | 20 |
| | Remedies cumulative | 20 |
| | Counterparts..... | 21 |
| | Entire Agreement..... | 21 |
| | No merger | 21 |
| | No reliance | 21 |
| | Effect of Completion..... | 21 |
| | No set-off, deduction or counterclaim | 21 |



| | |
|---|----|
| SCHEDULE 1: SALE SHARES | 22 |
| SCHEDULE 2: TITLE WARRANTIES | 23 |
| SCHEDULE 3: AUTHORITY WARRANTIES | 24 |
| SCHEDULE 4: BUYER WARRANTIES | 27 |
| SCHEDULE 5: COMPLETION STEPS | 28 |
| SCHEDULE 6: SHARE TRANSFER FORM..... | 30 |
| Part 1:..... | 30 |
| Part 2:..... | 32 |
| SCHEDULE 7: AGREED ANNOUNCEMENTS | 33 |
| Part 1: - Agreed Signing Announcement | 33 |
| Part 2: - Agreed Completion Announcement..... | 36 |
| SCHEDULE 8: PAYMENT DIRECTION..... | 37 |
| EXECUTION..... | 39 |

DETAILS

| Date | | September 2016 |
|----------------|--|----------------|
| Parties | Seller Name Woodcray Pty Limited ACN 073 545 534 Address 3 McPherson Street, Banksmeadow NSW 2019 Email mgazal1264@gmail.com Attention Michael Gazal Buyer Name David Gazal Family Company Pty Limited ACN 104 693 576 As trustee for The David Gazal Family Trust Address 3-7 McPherson Street, Banksmeadow NSW 2019 Email 3 McPherson Street Banksmeadow NSW 2019 Attention David Gazal | |

BACKGROUND

- A The Seller owns the Sales Shares.
- B Seller has agreed to sell the Sale Shares on, and the Buyer has agreed to buy the Sale Shares on, an *'ex-dividend'* basis, and otherwise on the terms and conditions of this agreement.
- C The Sale Shares are held on the issuer sponsored sub-register maintained by the Company .
-
- D The Sale Shares are held on the CHESS sub-register maintained by the Company. In respect of these Sale Shares, the Seller is the beneficial but not the legal owner.
- E Where the Buyer or Seller is a trustee or nominee, there are particular terms of this agreement that apply to, and particular warranties that are given by the Buyer or Seller.
- F Where the Seller is a beneficial owner, the Guarantor guarantees performance of the Seller's obligations on the terms and conditions of this agreement.



AGREED TERMS

1 DEFINITIONS, INTERPRETATION AND AGREEMENT COMPONENTS

Definitions

- 1.1 The meaning of terms used in this agreement are set out below.

AGM means the 2016 Annual General Meeting of the Company (including any adjournment thereof).

Agreed Completion Announcement means the announcement in the form set out in Part 2 of schedule 7.

Agreed Signing Announcement means the announcement in the form set out in Part 1 of schedule 7.

ASX means Australian Securities Exchange Limited, or the market operated by it, as the context requires.

Authority Warranties means the warranties in schedule 3.

Business Day means a day on which banks are open for business in Sydney, Australia, and New York, United States of America, other than a Saturday, Sunday or public holiday.

Buyer Trust means the David Gazal Family Trust.

Buyer Trust Deed means the trust deed establishing the Buyer Trust.

Buyer Warranties means the warranties set out in schedule 4;

CHES means the Clearing House Electronic Subregister System, as defined in the ASX Settlement Operating Rules.

Claim means, in relation to a person, any claim, cause of action, proceeding, suit or demand made against the person concerned, however it arises and whether it is present or future, fixed or unascertained, actual or contingent.

Company means Gazal Corporation Limited ACN 004 623 474.

Completion means completion of the sale and purchase of the Sale Shares under clause 2.12.

Completion Date means the date which is two Business Day after the Special Dividend Payment Date.

Completion Steps means the steps that each party must carry out at Completion, which are set out in schedule 5.

Confidential Information means all information exchanged between the parties before, on or after the date of this agreement including:

- (a) information which, either orally or in writing, is designated or indicated as being the proprietary or confidential information of a party or any of its Related Entities;
- (b) information derived or produced partly or wholly from the information including any calculation, conclusion, summary or computer modelling; and
- (c) trade secrets or information which is capable of protection at law or equity as confidential information,

whether the information was disclosed:

- (d) orally, in writing or in electronic or machine readable form;
- (e) before, on or after the date of this agreement;
- (f) as a result of discussions between the parties concerning or arising out of the Sale; or
- (g) by a party or any of its Representatives, any of its Related Bodies Corporate, any Representatives of its Related Entities or by any third person.

Corporations Act means the *Corporations Act 2001* (Cth).

Costs include charges and expenses, including those incurred in connection with advisers.

Duty means any stamp, transaction or registration duty or similar charge imposed by any Governmental Agency and includes any interest, fine, penalty, charge or other amount imposed in respect of any of them.

Encumbrance means an interest or power:

- (a) reserved in or over an interest in any asset; or
- (b) created or otherwise arising in or over any interest in any asset under a security agreement, a bill of sale, mortgage, charge, lien, pledge, trust or power,

by way of, or having similar commercial effect to, security for the payment of a debt, any other monetary obligation or the performance of any other obligation, and includes, but is not limited to:

- (c) any agreement to grant or create any of the above; and
- (d) a security interest within the meaning of section 12(1) of the PPSA.

Final Dividend means the fully franked final dividend of \$0.07 per Share announced by the Company on 31 August 2016.

Governmental Agency means any government or governmental, administrative, monetary, fiscal or judicial body, department, commission, authority, tribunal, agency or entity in any part of the world.

GST means goods and services tax or similar value added tax levied or imposed in Australia under the GST Law or otherwise on a supply.

GST Act means the *A New Tax System (Goods and Services Tax) Act 1999* (Cth) of Australia.

GST Law has the same meaning as in the GST Act.

Immediately Available Funds means cash, unendorsed bank cheque, or telegraphic or other electronic means of transfer of cleared funds into a bank account nominated in advance by the payee.

Insolvency Event means:

- (a) in relation to an entity:
 - (i) the entity is unable to pay its debts as and when they fall due or has stopped or suspended, or threatened to stop or suspend, payment of all or a class of its debts;
 - (ii) the entity goes, or proposes to go, into liquidation;
 - (iii) the entity receives notice requiring, or applies for, deregistration;
 - (iv) an order is made or an effective resolution is passed for the winding up or dissolution without winding up (otherwise than for the purposes of reconstruction or amalgamation) of the entity;
 - (v) a receiver, receiver and manager, judicial manager, liquidator, administrator or like official is appointed, or threatened or expected to be appointed, over the whole or a substantial part of the undertaking or property of the entity;
 - (vi) the holder of an Encumbrance takes possession of the whole or ~~substantial part of the undertaking or property of the entity;~~
 - (vii) a writ of execution is issued against the entity or any of the entity's assets;
 - (viii) the entity proposes or takes any steps to implement a scheme or arrangement or other compromise with its creditors or any class of them; or
 - (ix) the entity is declared or taken under applicable law to be insolvent or the entity's board of directors resolve that it is, or is likely to become insolvent;
- (b) in relation to a person:
 - (i) a trustee or similar officer is appointed in respect of that person's assets;

- (ii) an order is made for the bankruptcy of that person or his or her estate or an event occurs that would give a court the right to make such an order;
- (iii) a moratorium of any debts of that person, a personal insolvency agreement or any other assignment, composition or arrangement with that person's creditors or any similar proceeding or arrangement by which the assets of that person are subjected conditionally or unconditionally to the control of that person's creditors or a trustee is ordered or applied for;
- (iv) that person is declared or taken under any applicable law to be insolvent or unable to pay his or her debts or that person admits in writing that he or she is insolvent or unable to pay his or her debts; or
- (v) any writ of execution, garnishee order, Mareva injunction or similar order, attachment, distress or other process is made or issued against or in relation to any asset of that person.

Interdependence Condition has the meaning set out in clause 2.16.

Interdependent Sale Agreements means the following agreements, excluding this agreement:

- (a) the Sale and Purchase Agreement between Woodcray Pty Limited ACN 073 545 534 as Seller and MJ & HH Gazal Pty Limited ACN 119 624 190 as trustee for the Michael Gazal Family Trust as Buyer dated on or about the date of this agreement;
- (b) the Sale and Purchase Agreement between Woodcray Pty Limited ACN 073 545 534 as Seller and David Gazal Family Company Pty Limited ACN 104 693 576 as trustee for the David Gazal Family Trust as Buyer dated on or about the date of this agreement;
- (c) the Sale and Purchase Agreement between Gazal Nominees Pty Limited ACN 058 412 105 as Seller and David Gazal Family Company Pty Ltd ACN 104 693 576 as trustee for the David Gazal Family Trust as Buyer dated on or about the date of this agreement;
- (d) the Sale and Purchase Agreement between 3C Consolidated Capital Pty Limited ACN 120 419 605 as Seller and PVH Services (UK) Limited as Buyer dated on or about the date of this agreement;
- (e) the Sale and Purchase Agreement between 3C Consolidated Capital Pty Limited ACN 120 419 605 as Seller and Yoogalu Pty Ltd ACN 002 269 132 as Buyer dated on or about the date of this agreement;
- (f) the Sale and Purchase Agreement between 3C Consolidated Capital Pty Limited ACN 120 419 605 as Seller and Double Jay Group Holdings Pty Ltd ACN 005 761 384 as Buyer dated on or about the date of this agreement;

- (g) the Sale and Purchase Agreement between Richard Victor Gazal as Seller and Double Jay Group Holdings Pty Ltd ACN 005 761 384 as Buyer dated on or about the date of this agreement.

Interim Period means the period commencing on the date of this agreement and ending on the Business Day following the date on which the AGM is held.

PPSA means the *Personal Property Securities Act 2009* (Cth) of Australia.

Purchase Price means \$2.065.

Putative Completion means all steps and actions required for Completion under this agreement and every Interdependent Sale Agreement, except for the Interdependence Condition under this agreement and every Interdependent Sale Agreement, having been satisfied.

Related Entity has the meaning given to that term in section 9 of the Corporations Act.

Representative means a representative of a party, and includes an employee, agent, officer, director, auditor, adviser, partner, associate, consultant, contractor or sub-contractor of that party or of a Related Entity of that party.

Sale means the sale and purchase of the Sale Shares in accordance with clause 2.

Sale Shares means 2,327,164 Shares in the Company, as described in more detail in schedule 1.

Seller Trust means not applicable.

Seller Trust Deed means the trust deed establishing the Seller Trust.

Share means a fully paid ordinary share in the capital of the Company.

~~**Special Dividend** means the fully franked special dividend of \$0.35 per Share to be announced or to be announced by the Company on or about the date of this agreement.~~

Special Dividend Payment Date means the date the Company pays the Special Dividend.

Tax means any tax, Duty, levy, charge, impost, fee, deduction, goods and services tax, VAT, compulsory loan or withholding, that is assessed, levied, imposed or collected by any Governmental Agency and includes any interest, fine, penalty, charge, fee or any other amount imposed on, or in respect of any of the above.

Title Warranties means the warranties set out in schedule 2.

Trust means:

- (a) the Seller Trust as constituted by the Seller Trust Deed; or
- (b) the Buyer Trust as constituted by the Buyer Trust Deed,

as the context requires.

Trust Deed means:

- (a) the Seller Trust Deed; or
- (b) the Buyer Trust Deed,

as the context requires.

Interpretation

1.2 In this agreement:

- 1.2.1 headings and words in bold type are for convenience and do not affect the interpretation of this agreement;
- 1.2.2 the singular includes the plural and the plural includes the singular;
- 1.2.3 words of any gender include all genders;
- 1.2.4 other parts of speech and grammatical forms of a word or phrase defined in this agreement have a corresponding meaning;
- 1.2.5 the table at clause 1.6 indicates whether certain provisions of this agreement are operative, and is to be given full effect in interpreting this agreement;
- 1.2.6 an expression importing a person includes any company, partnership, joint venture, association, corporation or other body corporate and any Governmental Agency as well as an individual;
- 1.2.7 a reference to a clause, party, schedule, attachment or exhibit is a reference to a clause of, and a party, schedule, attachment or exhibit to, this agreement;
- 1.2.8 a reference to any legislation or any industry standards includes all delegated ~~legislation or standard made under it and amendments, consolidations,~~ replacements or re-enactments of any of them;
- 1.2.9 a reference to a document includes all amendments or supplements to, or replacements or novations of, that document;
- 1.2.10 a reference to a party to a document includes that party's successors and permitted assignees;
- 1.2.11 a reference to an agreement other than this agreement includes a deed and any legally enforceable undertaking, agreement, arrangement or understanding, whether or not in writing;
- 1.2.12 a reference to liquidation or insolvency includes appointment of an administrator, compromise, arrangement, merger, amalgamation, reconstruction, winding up, dissolution, deregistration, assignment for the benefit of creditors, scheme, composition or arrangement with creditors, insolvency, bankruptcy, or any

similar procedure or, where applicable, changes in the constitution of any partnership or person, or death;

1.2.13 no provision of this agreement will be construed adversely to a party because that party was responsible for the preparation of this agreement or that provision;

1.2.14 a reference to a body, other than a party to this agreement (including an institute, association or authority), whether statutory or not:

1.2.14.1 which ceases to exist; or

1.2.14.2 whose powers or functions are transferred to another body,

is a reference to the body which replaces it or which substantially succeeds to its powers or functions;

1.2.15 if a period of time is specified and dates from a given day or the day of an act or event, it is to be calculated exclusive of that day;

1.2.16 a reference to a day is to be interpreted as the period of time commencing at midnight and ending 24 hours later;

1.2.17 if an act prescribed under this agreement to be done by a party on or by a given day is done after 5.00pm on that day, it is taken to be done on the next day;

1.2.18 unless otherwise stated, a reference to time is a reference to Sydney, Australia time; and

1.2.19 a reference to \$ is to the currency of Australia unless denominated otherwise.

Business Day

1.3 Where the day on or by which any thing is to be done is not a Business Day, that thing must be done on or by the next Business Day.

Inclusive expressions

1.4 Specifying anything in this agreement after the words 'include' or 'for example' or similar expressions does not limit what else is included.

Agreement components

1.5 This agreement includes any schedule.

Certain clauses may or may not be operative

1.6 The following provisions are operative if so indicated in the 'Yes' column, and are not operative if so indicated in the 'No' column.

| | WHICH PROVISIONS ARE THESE? | YES | NO |
|--|--|-----|----|
| GUARANTEE PROVISIONS OPERATIVE | RECITAL F, CLAUSE 7 | | X |
| SELLER TRUSTEE PROVISIONS OPERATIVE | RECITAL E, CLAUSE 6, SCHEDULE 3 CLAUSE 7 | | X |
| BUYER TRUSTEE PROVISIONS OPERATIVE | RECITAL E, CLAUSE 7, SCHEDULE 3 CLAUSE 7 | X | |
| CHESS PROVISIONS OPERATIVE | RECITAL D, RELEVANT DEFINITIONS IN CLAUSE 1.1, SCHEDULE 5 CLAUSE 2 | | X |
| ISSUER SPONSORED PROVISIONS OPERATIVE | RECITAL C, SCHEDULE 5 CLAUSE 1 | X | |
| RESIGNATION OF DIRECTOR | SCHEDULE 5, CLAUSE 2.5 | | X |
| APPOINTMENT OF PROXY | CLAUSE 2.9 | | X |

2 SALE AND PURCHASE

Sale Shares

- 2.1 On the Completion Date the Seller must sell the Sale Shares, free and clear of all Encumbrances, and the Buyer must buy the Sale Shares, for the Purchase Price, subject to the terms of this agreement.

Purchase Price

- 2.2 The consideration for the sale of the Sale Shares is the payment by the Buyer of the Purchase Price.
- 2.3 On Completion the Buyer must pay the Purchase Price to the Seller, or as directed by the Seller in writing, in Immediately Available Funds.

Title and risk

- 2.4 Title to and risk in the Sale Shares passes to the Buyer on Completion.

Sale Shares to be sold ex-dividend

- 2.5 The parties acknowledge and agree that the Sale Shares are being sold on an ex-dividend basis and that on Completion, the Seller will not account to the Buyer for any Final Dividend

or Special Dividend the Seller receives or for any other dividend declared by the Company and received by the Seller prior to Completion.

Agreed Signing Announcement

- 2.6 Immediately following execution of this agreement, the parties will request that the Company release the Agreed Signing Announcement to the market on the ASX platform.

Agreed Completion Announcement

- 2.7 Immediately following Completion, the parties will request that the Company release the Agreed Completion Announcement to the market on the ASX platform.

Substantial holding

- 2.8 The Buyer and Seller agree to comply with the provisions relating to substantial holding information in Part 6C of the Corporations Act. Without limiting this obligation:
- 2.8.1 the Buyer agrees that, where applicable, it will lodge, with both the Company and the ASX, a substantial holding notice, along with any ancillary documents required; and
- 2.8.2 the Seller agrees that it will lodge, with both the Company and the ASX, a cessation of substantial holding notice and any ancillary documents required,

in accordance with the requirements and timing set out in section 671B of the Corporations Act.

Irrevocable Proxy Appointment During Interim Period

- 2.9 On execution of this agreement, the Buyer irrevocably agrees to vote the Sale Shares as directed by the Seller solely with respect to any proposed resolution to be offered at the AGM for the re-election of David J. Gazal as a director of the Company. This agreement may be performed by the Buyer voting as directed on that resolution on a show of hands, on a poll, or by proxy. For the avoidance of doubt, if the resolution is voted on by both a show of hands and a poll, the Buyer must vote as directed on both votes.

Time and Place

- 2.10 Completion must take place at 10:00am (Sydney time) at the offices of DLA Piper Australia at 1 Martin Place, Sydney NSW 2000 on the Completion Date, or at such other place, time and date as the Seller and Buyer agree.

Completion

- 2.11 On or before Completion, each party must carry out the Completion Steps referable to it in accordance with schedule 5.
- 2.12 Completion is taken to have occurred when:

- 2.12.1 each party to this agreement has performed all its obligations under schedule 5; and
- 2.12.2 the Interdependence Condition have been satisfied in accordance with clause 2.13.

Completion under this agreement simultaneous

- 2.13 The actions to take place as contemplated by clause 2.11 and schedule 5 are interdependent and must take place, as nearly as possible, simultaneously. If one action does not take place, then without prejudice to any rights available to any party as a consequence:
 - 2.13.1 there is no obligation on any party to undertake or perform any of the other actions;
 - 2.13.2 to the extent that such actions have already been undertaken, the parties must do everything reasonably required to reverse those actions; and
 - 2.13.3 the Seller and the Buyer must each return to the other all documents delivered to it under clause 2.11 and schedule 5 and must each promptly repay to the other all payments received by it under clause 2.11 and schedule 5, and authorise and direct DLA Piper to immediately repay to the Buyer any payment made to DLA Piper under schedule 5, without prejudice to any other rights any party may have in respect of that failure.

Notice to complete

- 2.14 If a party (**Defaulting Party**) fails to satisfy its obligations under clause 2.11 and schedule 5 on the day and at the place and time for Completion determined under clause 2.10, then:
 - 2.14.1 the Seller (where the Defaulting Party is the Buyer); or
 - 2.14.2 the Buyer (where the Defaulting Party is the Seller),

(in either case the **Notifying Party**), may give the Buyer or Seller (as applicable) a notice in writing requiring the Defaulting Party to satisfy those obligations within a period of three Business Days from the date of the notice and declaring time to be of the essence.

- 2.15 If the Defaulting Party fails to satisfy those obligations within those three Business Days the Notifying Party may, without limitation to any other rights it may have, terminate this agreement by giving written notice to the Buyer or Seller (as applicable).

Interdependence Condition

- 2.16 Completion under this agreement is conditional on and will occur immediately after Putative Completion having occurred under this agreement and each of the Interdependent Sale Agreements (**Interdependence Condition**).
- 2.17 As between the parties, all events, documents, transactions and completions referred to or contemplated by clause are intended to be interdependent. The effect of each is conditional on the effect of each other so that no event, document, transaction or completion has effect,

and each is deemed not to have had effect, unless all events, documents, transactions and completions occur.

- 2.18 All events, documents, transactions and completions referred to or contemplated by clause 2.12.1 and 2.13 are deemed for all purposes to have occurred simultaneously.
- 2.19 If the Interdependence Condition has not been satisfied by 6.00pm on the day three Business Days after the Completion Date, then the Buyer may terminate this agreement by notice in writing to the Seller at any time.

Seller's rights after Completion

- 2.20 On and from Completion, the Seller waives any further right, title and Claim (including any lien) it may have in respect of the Sale Shares, other than in accordance with clause 2.5.

3 TITLE WARRANTIES

- 3.1 The Seller warrants to the Buyer that each of the Title Warranties is true and accurate as at the date of this agreement and immediately before Completion.

Independent Title Warranties

- 3.2 Each of the Title Warranties is to be construed independently of the others and is not limited by reference to any other Title Warranty.

Reliance

- 3.3 The Seller acknowledges that the Buyer has entered into this agreement and will complete this agreement in reliance on the Title Warranties.

4 AUTHORITY WARRANTIES

Authority Warranties

- 4.1 Each of the Seller and Buyer warrants to each other that each of the Authority Warranties is true and accurate:
- 4.1.1 in respect of each Authority Warranty that is expressed to be given on a particular date, at that date; and
 - 4.1.2 in respect of each other Authority Warranty, at the date of this agreement and immediately before Completion.

Independent Authority Warranties

- 4.2 Each of the Authority Warranties is to be construed independently of the others and is not limited by reference to any other Authority Warranty.

Reliance

- 4.3 Each party acknowledges that the other party has entered into this agreement and will complete this agreement in reliance on the Authority Warranties.

5 BUYER WARRANTIES

- 5.1 The Buyer warrants to the Seller that each of the Buyer Warranties is true and accurate:
- 5.1.1 in respect of each Buyer Warranty that is expressed to be given on a particular date, at that date; and
 - 5.1.2 in respect of each other Buyer Warranty, at the date of this agreement and immediately before Completion.

Independent Buyer Warranties

- 5.2 Each of the Buyer Warranties is to be construed independently of the others and is not limited by reference to any other Buyer Warranty.

Reliance

- 5.3 The Buyer acknowledges that the Seller has entered into this agreement and will complete this agreement in reliance on the Buyer Warranties.

6 TRUSTEE LIMITATION OF LIABILITY**Capacity**

- 6.1 Notwithstanding any other provision of this agreement, each of the Buyer and Seller, if indicated as a Trustee in the Details of the parties at the beginning of this agreement, enters into this agreement in its capacity as trustee of its relevant Trust and in no other capacity.

Limitation of liability

- 6.2 Subject to clause 7, the recourse of any party in respect of any obligation or liability of a Buyer or Seller which is indicated as a Trustee in the Details of the parties at the beginning of this agreement under or in respect of this agreement is limited to the trustee's ability to be indemnified from the assets of its relevant Trust.

Limitation not to apply

- 6.3 Clause 6.2 does not apply to any obligation or liability of a trustee to the extent that it is not satisfied because there is for any reason a reduction in the extent of the trustee's indemnification out of the assets of its relevant Trust arising as a result of its fraud, gross negligence or breach of trust.

7 GUARANTEE AND INDEMNITY

Guarantee and indemnity

- 7.1 The Guarantor acknowledges that the Buyer is acting in reliance on the Guarantor incurring obligations and giving rights under this guarantee and indemnity
- 7.2 The Guarantor unconditionally and irrevocably guarantees to the Buyer the Seller's compliance with the Seller's obligations in connection with this agreement.
- 7.3 If the Seller does not comply with any obligation on time and in accordance with this agreement, then the Guarantor agrees to comply with that obligation on demand from the Buyer. A demand may be made on the Guarantor whether or not the Buyer has made a demand on the Seller.
- 7.4 The Guarantor indemnifies the Buyer against any liability or loss arising from, and any Costs it incurs, if:
- 7.4.1 the Seller does not, or is unable to, comply with an obligation it has in connection with this agreement; or
 - 7.4.2 an obligation the Seller would otherwise have under this agreement is found to be void, voidable or unenforceable; or
 - 7.4.3 an obligation the Guarantor would otherwise have under clauses 7.2 and 7.3 is found to be void, voidable or unenforceable; or
 - 7.4.4 any representation or warranty by the Seller in this agreement is found to have been incorrect or misleading when made or taken to be made.
- 7.5 The Guarantor agrees to pay amounts due under clause 7.4 on demand from the Buyer. The Buyer need not incur expense or make payment before enforcing this right of indemnity.
-
- ~~7.6 Each guarantee in clauses 7.2 and 7.3 and the indemnity in clause 7.4 is a continuing obligation despite any intervening payment, settlement or other thing and extends to all of the Seller's obligations in connection with this agreement. The Guarantor waives any right it has of first requiring the Buyer to commence proceeding or enforce any other right against the Seller or any other person before claiming from the Guarantor under this guarantee and indemnity.~~
- ### Payments
- 7.7 The Guarantor agrees to make payments under this guarantee and indemnity:
- 7.7.1 in full without set-off or counterclaim, and without any deduction in respect of Taxes unless prohibited by law; and
 - 7.7.2 in Australian dollars, in Immediately Available Funds.

Rights of the Buyer are protected

- 7.8 The rights given to the Buyer under this clause 7, and the Guarantor's liabilities under it, are not affected by any act or omission or any other thing which might otherwise affect them under law or otherwise.
- 7.9 The Guarantor's obligations under clause 7.10 are continuing obligations, independent of the Guarantor's other obligations under this guarantee and indemnity and continue after this guarantee and indemnity ends.

Costs

- 7.10 The Guarantor agrees to pay or reimburse the Buyer on demand for:
- 7.10.1 the Buyer's Costs in making, enforcing and doing anything in connection with this guarantee and indemnity including legal Costs in accordance with any written agreement as to legal costs or, if not agreement, on whichever is the higher of a full indemnity basis or solicitor and own client basis; and
- 7.10.2 all duties, fees, Taxes and charges which are payable in connection with this guarantee and indemnity or a payment or receipt or other transaction contemplated by it.

8 ANNOUNCEMENTS AND INSIDER TRADING**Announcements**

- 8.1 Subject to clauses 2.8 and 8.2, neither party may, before or after Completion, make or send a public announcement, communication or circular concerning the transactions referred to in this agreement unless it has first obtained the written consent of the other party, which consent is not to be unreasonably withheld or delayed.
-
- 8.2 Clause 8.1 does not apply to:
- 8.2.1 any notice given under clause 2.8;
- 8.2.2 the release of the Agreed Signing Announcement, Agreed Completion Announcement or a public announcement, communication or circular required by law or a regulation of a securities exchange, if the party required to make or send it has, to the maximum extent reasonably permitted by the circumstances, provided:
- 8.2.2.1 the other party with sufficient notice and opportunity to comment on such public announcement;
- 8.2.2.2 the other party with sufficient notice to enable it to seek a protective order or other remedy (such action to be taken at the sole cost and expense of the party seeking such order or other remedy); and

- 8.2.2.3 all assistance and co-operation that the other party considers necessary to prevent or minimise that disclosure (provided that the party required to provide such assistance and cooperation shall not be required to incur any out-of-pocket expenses unless the other party agrees to pay for or reimburse all such expenses)..

No insider trading

- 8.3 The parties acknowledge that the information contained in and disclosed to each other in connection with this agreement and the Interdependent Agreements may be 'inside information' within the meaning of Part 7.10, Division 3 of the Corporations Act in relation to Shares or other securities of the Company. Without limiting anything else in this agreement, the parties must not do anything which results or could result in it being in breach of any provision of Part 7.10, Division 3 of the Corporations Act in connection with this agreement and the Interdependent Agreements.

9 TERMINATION

Termination

- 9.1 Any party may terminate this agreement at any time before Completion by notice in writing to the other party:
- 9.1.1 if the other party or the Company is the subject of an Insolvency Event; or
- 9.1.2 otherwise in accordance with clause 2.15 or clause 2.19.

Effect of termination

- 9.2 If this agreement is terminated under this clause 9 then:
- 9.2.1 ~~subject to clause 9.2.3, each party is released from its obligations to further~~ perform its obligations under this agreement, except those expressed to survive termination;
- 9.2.2 each party retains the rights it has against the other in respect of any breach of this agreement occurring before termination;
- 9.2.3 each party must immediately authorise and direct DLA Piper to immediately repay to the Buyer any payment made to DLA Piper under schedule 5;
- 9.2.4 the rights and obligations of each party under each of the following clauses and schedules will continue independently from the other obligations of the parties and survive termination of this agreement:
- 9.2.4.1 clause 1;
- 9.2.4.2 clause 7;
- 9.2.4.3 clause 8;

- 9.2.4.4 clause 9;
- 9.2.4.5 clause 11; and
- 9.2.4.6 clauses 13.1 to 13.11 inclusive and 13.13 to 13.19 inclusive.

10 DUTIES, COSTS AND EXPENSES

Duties

- 10.1 The Buyer must pay all Duty in respect of the execution, delivery and performance of this agreement and any agreement or document entered into or signed under this agreement.

Costs and expenses

- 10.2 Unless otherwise provided for in this agreement, each party must pay its own costs and expenses in respect of the negotiation, preparation, execution, delivery and registration of this agreement and any other agreement or document entered into or signed under this agreement.
- 10.3 Any action to be taken by the Buyer or the Seller in performing obligations under this agreement must be taken at their own cost and expense unless otherwise provided in this agreement.

11 GST

Definitions

- 11.1 Words used in this clause 11 that have a defined meaning in the GST Law have the same meaning as in the GST Law unless the context indicates otherwise.

GST

- 11.2 Unless expressly stated otherwise, any consideration (monetary or non-monetary) payable or to be provided, or amount used in the calculation of a sum payable under or in connection with this agreement has been determined without regard to GST.
- 11.3 To the extent that any supply made under or in connection with this agreement is a taxable supply (other than any supply made under another agreement that contains a specific provision dealing with GST), the recipient must pay, in addition to the consideration provided under this agreement for that supply (unless it expressly includes GST) an amount (additional amount) equal to the amount of that consideration (or in the case of non-monetary consideration, its GST exclusive market value) multiplied by the rate at which GST is imposed in respect of the supply. The recipient must pay the additional amount at the same time as the consideration to which it is referable.
- 11.4 Whenever an adjustment event occurs in relation to any taxable supply to which clause 11.3 applies:

- 11.4.1 the supplier must determine the amount of the GST component of the consideration payable;
- 11.4.2 if the GST component of that consideration differs from the amount previously paid, the amount of the difference must be paid by, refunded to or credited to the recipient, as applicable; and
- 11.4.3 the supplier must issue the recipient with a tax invoice or adjustment note within 21 days of the supplier becoming aware of the adjustment.

Tax invoices

- 11.5 The supplier must issue a Tax Invoice to the recipient of a supply to which clause 11.2 applies no later than seven days following payment of the GST inclusive consideration for that supply under that clause.

Reimbursements

- 11.6 If any party is entitled under this agreement to be reimbursed or indemnified by any other party for a cost or expense incurred in connection with this agreement, the reimbursement or indemnity payment must not include any GST component of the cost or expense to the extent that the cost or expense is the consideration for a creditable acquisition made by the party being reimbursed or indemnified, or by its representative member.

12 NOTICES

Form of Notice

- 12.1 A notice or other communication to a party under this agreement (**Notice**) must be:
 - 12.1.1 in writing and in English and signed by or on behalf of the sending party; and
 - 12.1.2 addressed to that party in accordance with the details set out in the table below (or any alternative details nominated to the sending party by Notice).

| Party | Notice Details |
|--------|---|
| Buyer | Address: 3-7 McPherson Street, Banksmeadow NSW 2019 Email: David.Gazal@gazal.com.au Attention: David Gazal, David Gazal Family Company Pty Limited atf The David Gazal Family Trust |
| Seller | Address: 3 McPherson Street, Banksmeadow NSW 2019 Email: mgazal1264@gmail.com |

| Party | Notice Details |
|-------|--|
| | Attention: Michael Gazal, Woodcray Pty Limited |

How Notice must be given and when Notice is received

- 12.2 A Notice must be given by one of the methods set out in the table below.
- 12.3 A Notice is regarded as given and received at the time set out in the table below.
- 12.4 However, if this means the Notice would be regarded as given and received outside the period between 9.00am and 5.00pm (addressee's time) on a Business Day (business hours period), then the Notice will be regarded as given and received at the start of the following Business Day.

| Method of giving Notice | When Notice is regarded as given and received |
|---|--|
| By hand to the nominated address | When delivered to the nominated address |
| By pre-paid post to the nominated address | At 9.00am (addressee's time) on the fifth Business Day after the date of posting |
| By email to the nominated email address | At the time the email was sent by the sender, such time to be determined by reference to the device from which the email was sent, provided no automated message is received stating that the email has not been delivered |

13 GENERAL

Governing law and jurisdiction

- 13.1 This agreement and any dispute or claim arising out of or in connection with it or its subject matter, existence, negotiation, validity, termination or enforceability (including non-contractual disputes or claims) shall be governed by and construed in accordance with the laws of New South Wales.
- 13.2 Each party irrevocably agrees for the benefit of the Seller that the Courts of New South Wales shall have non-exclusive jurisdiction in relation to any dispute or claim arising out of or in connection with this agreement or its subject matter, existence, negotiation, validity, termination or enforceability (including non-contractual disputes or claims).
- 13.3 Each party irrevocably waives any right that it may have to object to an action being brought in those Courts, to claim that the action has been brought in an inconvenient forum, or to claim that those Courts do not have jurisdiction.

Waiver

- 13.4 No party to this agreement may rely on the words or conduct of any other party as a waiver of any right unless the waiver is in writing signed by the party granting the waiver.
- 13.5 In this clause 13:
- 13.5.1 **conduct** includes delay in the exercise of a right;
 - 13.5.2 **right** means any right arising under or in connection with this agreement and includes the right to rely on this clause; and
 - 13.5.3 **waiver** includes an election between rights and remedies, and conduct which might otherwise give rise to an estoppel.
- 13.6 A provision of, or a right, discretion or authority created under, this agreement may not be:
- 13.6.1 waived except in writing signed by the party granting the waiver; and
 - 13.6.2 varied except in writing signed by the parties.
- 13.7 A failure or delay in exercise, or partial exercise, of a power, right, authority, discretion or remedy arising from a breach of, or default under this agreement does not result in a waiver of that right, power, authority, discretion or remedy.

Variation

- 13.8 A variation of any term of this agreement must be in writing and signed by the parties.

Assignment

- 13.9 Rights arising out of or under this agreement are not assignable by a party without the prior written consent of the other parties.

-
- 13.10 A breach of clause 13.9 by a party entitles the other parties to terminate this agreement.

- 13.11 Clause 13.10 does not affect the construction of any other part of this agreement.

Further action to be taken at each party's own expense

- 13.12 Subject to clause 10, each party must, at its own expense, do all things and execute all documents necessary to give full effect to this agreement and the transaction contemplated by it and use reasonable endeavours to cause relevant third parties to do the same.

Remedies cumulative

- 13.13 Except as provided in this agreement and permitted by law, the rights, powers and remedies provided in this agreement are cumulative with and not exclusive to the rights, powers or remedies provided by law independently of this agreement.

Counterparts

- 13.14 This agreement may be executed in any number of counterparts.

Entire Agreement

- 13.15 This agreement embodies the entire agreement between the parties and supersedes any prior negotiation, conduct, arrangement, understanding or agreement, express or implied, with respect to the subject matter of this agreement.

No merger

- 13.16 The warranties, guarantee and indemnities, other representations and covenants and any other rights accrued under this agreement are continuing and survive and do not merge or extinguish on the date of this agreement and the beneficiary of such rights may pursue and enforce any rights as a claim under and subject to this agreement.

No reliance

- 13.17 No party has relied on any statement by the/any other party not expressly included in this agreement.

Effect of Completion

- 13.18 So far as it remains to be performed this agreement shall continue in full force and effect after Completion. The rights and remedies of the parties shall not be affected by Completion.

No set-off, deduction or counterclaim

- 13.19 Every payment payable under this agreement shall be made in full without any set-off or counterclaim howsoever arising and will be free and clear of, and without deduction of, or withholding for or on account of, any amount which is due and payable under this agreement.



SCHEDULE 1: SALE SHARES

| Shareholder | Class | Number of Sale Shares |
|----------------------|----------|-----------------------|
| Woodcray Pty Limited | Ordinary | 2,327,164 |
| TOTAL | Ordinary | 2,327,164 |



SCHEDULE 2: TITLE WARRANTIES

1 TITLE

- 1.1 The Seller is the sole legal owner of the Sale Shares and has complete and unrestricted power, authority and right to sell the Sale Shares to the Buyer.
- 1.2 At Completion, subject only to registration of the Buyer in the Company's share register, the Buyer will acquire the full legal and beneficial ownership of the Sale Shares free and clear of all Encumbrances and there are no facts or circumstances that could result in the creation of an Encumbrance over the Sale Shares. .
- 1.3 There are no actions, claims, demands, proceedings or investigations current, pending or threatened against the Seller which may have a material effect on the sale and purchase of the Sale Shares in accordance with this agreement.
- 1.4 There are no claims against the Sale Shares by any person and there are no contractual arrangements relating to the Sale Shares or any of the rights attaching to the Sale Shares.
- 1.5 The sale of the Sale Shares will not constitute a violation of Division 3 of Part 7.10 of the *Corporations Act 2001* (Cth) relating to insider trading.

SCHEDULE 3: AUTHORITY WARRANTIES

Each reference below to the 'Warranting Party' means the relevant party giving the Authority Warranties under clause 4.

1 NO LEGAL IMPEDIMENT

1.1 The execution, delivery and performance by the Warranting Party of this agreement:

1.1.1 complies with its constitution and other constituent documents; and

1.1.2 does not constitute a breach of any law or obligation, or cause or result in default under any agreement or Encumbrance, by which it is bound and that would prevent it from entering into and performing its obligations under this agreement.

2 CORPORATE AUTHORISATIONS

2.1 All necessary action to authorise the execution, delivery and performance of this agreement by the Warranting Party in accordance with its terms have been taken.

3 INCORPORATION

3.1 The Warranting Party is validly incorporated, organised and subsisting in accordance with the laws of its place of incorporation.

4 CAPACITY

4.1 The Warranting Party has the power to enter into and perform its obligations under this agreement and to carry out the transactions contemplated by this agreement and the Warranting Party's obligations under this agreement are valid and binding and enforceable against it and the relevant Trust in accordance with their terms.

4.2 This agreement constitutes valid and binding obligations of the Warranting Party in accordance with its terms, subject to any principles of equity or insolvency law and necessary stamping.

4.3 The Warranting Party has obtained all necessary authorisations for the execution, delivery and performance by the Warranting Party of this agreement in accordance with its terms.

5 BREACH OR DEFAULT

5.1 The execution, delivery and performance of this agreement by the Warranting Party does not and will not result in a breach of or constitute a default under:

- 5.1.1 any provision of the constitution (or equivalent documents) of that Warranting Party ; or
- 5.1.2 any applicable law or regulation.

6 SOLVENCY

- 6.1 The Warranting Party is not the subject of an Insolvency Event and, there are no circumstances that justify the Warranting Party being the subject of an Insolvency Event.

7 TRUSTEE CAPACITY

The Trust and the Trust deed

- 7.1 The relevant Trust has been validly created and is in existence and is solely constituted by the Trust Deed for that Trust and:
 - 7.1.1 the relevant Trust Deed is not void, voidable or otherwise unenforceable;
 - 7.1.2 a date has not been declared under the Trust Deed for the relevant Trust as the date on which that Trust will be vested or come to an end;
 - 7.1.3 all stamp duty properly payable on the relevant Trust Deed has been paid; and
 - 7.1.4 no proceedings of any description have been or are likely to be commenced or threatened which could have a material adverse effect on the assets or financial position of the relevant Trust or on the trusteeship of the trustee of that Trust.

The Warranting Party as trustee

~~7.2 The Warranting Party:~~

- 7.2.1 has been validly appointed as trustee of the relevant Trust and is the sole trustee of that Trust; and
- 7.2.2 has valid rights to be fully indemnified against the assets of the relevant Trust for all liabilities incurred by it in its capacity as trustee of that trust (including those incurred by it under this agreement), which rights are not limited in anyway (by set-off or otherwise) and are available for satisfaction of all liabilities and other obligations incurred by the Warranting Party under this agreement; and
- 7.2.3 is not in breach of its obligations under the relevant Trust Deed and no allegation has been made that it has breached those obligations.

Capacity of trustee

- 7.3 The Warranting Party as trustee of the relevant Trust has the legal right and full corporate power and capacity to enter into and perform its obligations under this agreement in its

capacity as trustee of that Trust and has obtained all necessary authorisations and consents under the Trust Deed for that Trust and taken all other actions necessary to enable it to do so;

Breach or default under relevant Trust Deed

- 7.4 The execution, delivery and performance of this agreement by the Warranting Party as trustee of the relevant Trust does not and will not result in a breach of or constitute a default under the Trust Deed for that Trust;

Other

- 7.5 There are no other arrangements or understandings in relation to the relevant Trust other than the Trust Deed for that Trust.
- 7.6 All action required by the relevant Trust Deed and law to authorise the Warranting Party's execution and delivery of this agreement and the performance of its obligations under this agreement, has been taken.
- 7.7 The execution by the Warranting Party of this agreement and the performance by it of its obligations or the exercise of its rights under this agreement does not contravene the relevant Trust Deed.
- 7.8 No action is currently taking place or pending to remove the Warranting Party as trustee of the relevant Trust or appoint a new or additional trustee of that Trust.
- 7.9 The Warranting Party is not and has never been in breach of the relevant Trust Deed or the law (including its general duties as trustee of that Trust) in a way that would limit the amount recoverable under the trustee's indemnity referred to in Authority Warranty 7.2.2.
- 7.10 The relevant Trust has not been terminated and no action is pending to terminate that Trust.
-



SCHEDULE 4: BUYER WARRANTIES

1 REGULATORY

- 1.1 The acquisition of the Shares by the Buyer will not result in the Buyer holding a prohibited interest at law for the purposes of the Corporations Act (including section 606 thereof), or contravening the provisions of the *Competition and Consumer Act 2010* or the *Foreign Acquisitions and Takeovers Act 1975* (Cth).

2 FINANCE

- 2.1 The Buyer has, available on terms which involve no pre-condition sources of finance which will provide in Immediately Available Funds, the necessary cash resources to pay the Purchase Price in accordance with clause 2.3.

3 INDEPENDENT ADVICE

- 3.1 The Buyer has had independent professional advice concerning this agreement and the transactions contemplated by this agreement and has satisfied itself about anything arising from that advice relating to the terms of this agreement.



SCHEDULE 5: COMPLETION STEPS

1 COMPLETION ISSUER SPONSORED SUB-REGISTER

Seller's obligations at Completion

- 1.1 At Completion, the Seller must execute and deliver to the Buyer an original share transfer form for the transfer of the Sale Shares from the Seller to the Buyer, substantially in the form set out in Part 1 of schedule SCHEDULE 6: .

Buyer's obligations at Completion

- 1.2 At Completion the Buyer must:
- 1.2.1 pay the Purchase Price in Immediately Available Funds into the following trust account of DLA Piper (or a controlled monies account notified in writing by DLA Piper to the Buyer at least two Business Days prior to completion):

DLA Piper Australia Law Practice Trust Account
St George Bank
BSB: 332-003
A/C: 551 090 954
SWIFT CODE: SGBLAU2S
 - 1.2.2 deliver to DLA Piper the payment direction in the form set out in schedule 8, directing DLA Piper to release the Purchase Price to the Seller at Completion; and
 - 1.2.3 execute and deliver to the Seller an original share transfer form for the transfer of the Sale Shares from the Seller to the Buyer, in the form set out in schedule SCHEDULE 6: .
-

2 COMPLETION CHESS SUB-REGISTER

Seller's obligations at Completion

- 2.1 At Completion, the Seller and Guarantor must procure the execution and delivery:
- 2.1.1 of an original Transfer Instruction and Authorisation from the Seller substantially in the form set out in Part 2 of schedule SCHEDULE 6: ; and
 - 2.1.2 to the Buyer, of an original share transfer form for the transfer of the Sale Shares from HSBC Custody Nominees (Australia) Limited as seller to the Buyer, substantially in the form set out in Part 1 of schedule SCHEDULE 6: .



Buyer's obligations at Completion

- 2.2 At Completion the Buyer must:
- 2.2.1 pay the Purchase Price in Immediately Available Funds into the following trust account of DLA Piper (or a controlled monies account notified in writing by DLA Piper to the Buyer at least two Business Days prior to completion):

DLA Piper Australia Law Practice Trust Account
St George Bank
BSB: 332-003
A/C: 551 090 954
SWIFT CODE: SGBLAU2S
 - 2.2.2 deliver to DLA Piper the payment direction in the form set out in schedule 8, directing DLA Piper to release the Purchase Price to the Seller at Completion; and
 - 2.2.3 execute and deliver to the Seller an original share transfer form for the transfer of the Sale Shares from HSBC Custody Nominees (Australia) Limited as seller to the Buyer, in the form set out in schedule SCHEDULE 6: .
- 2.3 At Completion, the Seller must tender the irrevocable resignation of Richard V Gazal as a director of the Company, with the resignation to include an acknowledgement that no monies are owing to Mr Gazal whether by way of fees, salary, expenses, compensation for loss of office or otherwise by the Company and that he has no claims of any nature against the Company.

SCHEDULE 6: SHARE TRANSFER FORM
Part 1:

| TRANSFER FORM FOR NON-MARKET TRANSACTIONS <small>Use a black pen. Print in CAPITAL letters. Note: Any alterations must be initialed by the seller(s) and the buyer(s). Any increase to the quantity of securities being transferred is not acceptable even if initialed. Correction fluid or tape must not be used. <u>Unidentified CHESS Holdings</u> - This form must be forwarded to the CHESS Participating Broker or Non-Broker Participant. <u>Unidentified Issuer Sponsored Holdings</u> - This form must be forwarded to the Issuer's Registry or your broker as appropriate.</small> | | | 1 Stamp Duty if applicable |
|---|--|--|--|
| 2 Full name of Company or Corporation | 3 State of Incorporation | 4 Description of Securities (Shares, options etc.) | 5 Register |
| 6 Quantity | 7 Full name(s) of Transferee(s) (Seller(s)) | 8 Securityholder Reference Number (if available) | 9 Consideration |
| 10 Full name(s) of Transferee(s) (Buyer(s)) | 11 Full postal address of Transferee(s) (Buyer(s)) | 12 Transferee(s) (Buyer(s)) Securityholder Reference Number (if known) | 13 Date of Purchase |
| <small>I (We) the registered holder(s) and undersigned seller(s) for the above consideration do hereby transfer to the above named transferee(s) the above securities as specified above standing in my/our name(s) in the books of the above named Company, subject to the relevant conditions on which I/We held the same at the time of signing hereof and I/We do hereby agree to accept the said securities subject to the same conditions. (We have not received any notice of revocation of the Power of Attorney by death of the grantor or otherwise, under which the transfer is signed if applicable). To sign as power of attorney you must have already lodged with the registry or your broker an appropriate or enclose a certified copy with this transfer.</small> | | | |
| 14 Transferee(s) (Buyer(s)) sign here | Individual or Securityholder 1 <div style="border: 1px solid black; height: 30px; width: 150px; margin: 5px;"></div> Director or Sole Director and Sole Company Secretary | Securityholder 2 <div style="border: 1px solid black; height: 30px; width: 150px; margin: 5px;"></div> Director/Company Secretary | Securityholder 3 <div style="border: 1px solid black; height: 30px; width: 150px; margin: 5px;"></div> Sole Director (No Company Secretary) |
| 15 | Day Month Year <div style="border: 1px solid black; width: 150px; height: 20px; margin: 5px;"></div> | | |
| 16 Transferee(s) (Buyer(s)) sign here | Individual or Securityholder 1 <div style="border: 1px solid black; height: 30px; width: 150px; margin: 5px;"></div> Director or Sole Director and Sole Company Secretary | Securityholder 2 <div style="border: 1px solid black; height: 30px; width: 150px; margin: 5px;"></div> Director/Company Secretary | Securityholder 3 <div style="border: 1px solid black; height: 30px; width: 150px; margin: 5px;"></div> Sole Director (No Company Secretary) |
| 17 | Day Month Year <div style="border: 1px solid black; width: 150px; height: 20px; margin: 5px;"></div> | | |

HOW TO COMPLETE THE TRANSFER FORM FOR NON-MARKET TRANSACTIONS WHEN TRANSFERRING SECURITIES IN A LISTED OR UNLISTED COMPANY

1. **STAMP DUTY**
Transfers of securities listed and quoted on an Australian Stock Exchange are exempt from stamp duty. However, Stamp Duty is payable on all other securities by the buyer of the shares and is based on the amount of consideration (refer 13). The stamp duty is calculated at the rate applicable to the state in which the company the securities are held is incorporated. If the company is incorporated outside Australia, the state or territory in which the principal register is located determines the state or territory in which the duty is payable. Transfers not exempted to the respective State or Territory Stamp Duty office for assessment and payment of any applicable duty.
 2. **FULL NAME OF COMPANY OR CORPORATION**
The full name of the company or corporation in which securities are held.
 3. **STATE OF INCORPORATION**
State in which the Company (refer 2) is incorporated in. This can be found on the securities certificate (warrant) or other notice received from the company.
 4. **DESCRIPTION OF SECURITIES**
e.g. Fully Paid Ordinary Shares, 2% Unsecured Convertible Notes etc.
 5. **REGISTER**
The state on which the seller's securities are registered. This can be found on the securities certificate or warrant.
 6. **QUANTITY**
Number of securities being transferred (in both words and figures).
 7. **FULL NAME OF TRANSFEROR OR SELLER**
Full names must be included together with any designation (if applicable).
 8. **SECURITYHOLDER REFERENCE NUMBER**
This number must be quoted when transferring securities not represented by certificates. This is securities registered on the issuer sponsored (certificated) subregister.
 9. **CONSIDERATION**
Is the full amount paid in settlement of the transfer of securities. Purchases should reflect the market price of shares as at the date of purchase. Market values are quoted in the daily newspapers.
 10. **DATE OF PURCHASE**
Exact date of purchase or completion of the transfer.
 11. **FULL NAME OF TRANSFEREE OR BUYER**
Insert the full names of buyers (in maximum of three word holders). Securities may not be registered in the names of a firm or business name, an estate or deceased person, a minor, a fund or a trust.
 12. **FULL POSTAL ADDRESS OF TRANSFEREE OR BUYER**
Residential address including the postcode. Only one address may be recorded.
 13. **SECURITYHOLDER REFERENCE NUMBER (SRO)**
If the buyer is an existing holder in the company and is registered on the issuer sponsored (uncertificated) subregister, please tick the existing entry.
 14. **SELLER SIGNATURES**
 - (i) Individual sale - The securityholder must sign.
 - (ii) Joint Holdings - Where the holding is in more than one name, all of the securityholders must sign.
 - (iii) Power of Attorney - To sign as power of attorney, you must have already lodged it with the registry. Alternatively, attach a certified photocopy of the power of attorney to this form.
 - (iv) Deceased Estate - Where the holding is in the name of an estate, all executors/administrators are required to sign. (Probate requirements must also be complied with).
 - (v) Companies - Director, Company Secretary, Sole Director and Sole Company Secretary or Sole Director (no Company Secretary) can sign. Please sign in the appropriate box which indicates the office held by you.
 15. **DATE SIGNED**
Exact date signed by the seller.
 16. **BUYER SIGNATURES**
 - (i) Individual sale - The securityholder must sign.
 - (ii) Joint Holdings - Where the holding is to be registered in more than one name, all of the proposed securityholders must sign.
 - (iii) Power of Attorney - To sign as power of attorney, you must have already lodged it with the registry. Alternatively, attach a certified photocopy of the power of attorney to this form.
 - (iv) Deceased Estate - Where the holding is in the name of an estate, all executors/administrators are required to sign. (Probate requirements must also be complied with).
 - (v) Companies - Director, Company Secretary, Sole Director and Sole Company Secretary or Sole Director (no Company Secretary) can sign. Please sign in the appropriate box which indicates the office held by you.
 17. **DATE SIGNED**
Insert date signed by the buyer.
- Note 1. Copies of documents forwarded must be certified as a correct copy by a person who in the State or Territory of certification has the power to witness a Statutory Declaration.
- Note 2. Transfers or other documents that do not fully meet the company's requirements are liable to be returned unregistered.



Part 2:

[date] 2016

Mr Paul Hamblett
Credit Suisse AG, Sydney Branch
Level 31, 1 Macquarie Place
Sydney NSW 2000
Australia

Dear Paul,

Re: Transfer Instruction and Authorisation

Please transfer the following shares in Gazal Corporation Limited (ISIN: AU000000GZL4) currently held in my account CIF 2001063 to the following parties:

| Party | # of Shares | Registration Details (Buyer's Name and Address) | Buyer's HIN/SRN |
|-------|-------------|---|-----------------|
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |

Please contact me if you require any further details. Thank you for your assistance.

Yours sincerely,

Richard Gazal
Authorised Signatory

Laura Gazal
Authorised Signatory

SCHEDULE 7: AGREED ANNOUNCEMENTS**Part 1: - Agreed Signing Announcement**

DRAFT – NOT FOR RELEASE

**MAJOR SHAREHOLDING CHANGES ANNOUNCED
FOR
GAZAL CORPORATION LIMITED [ASX:GZL]**

[] September, 2016

Gazal Corporation Limited (“GZL” or “Company”) has today been informed that Mr Richard Gazal has decided to sell his direct interests¹ in 9.5 million GZL shares (16.3% of GZL).

PVH Corp. (“PVH”), GZL’s partner in the PVH Brands joint venture, will acquire 5.8 million shares, taking a 10% stake in the Company. PVH is one of the largest branded lifestyle apparel companies in the world and owns the iconic *Calvin Klein*, *Tommy Hilfiger* and *Van Heusen* brands and markets a variety of goods under these and other U.S. domestic and internationally known owned and licensed brands.

Harvey Norman Holdings Limited, a longstanding shareholder in GZL will acquire 3.2 million shares, increasing their holding to 7.2% of the Company.

As well, Mr Craig Kimberley, Non-Executive Director of GZL will acquire 0.5 million shares, increasing his holding to 2.6% of the Company.

Additionally to facilitate Richard Gazal’s sell down, Gazal Nominees Pty Limited² will transfer its 10 million GZL shares to family members. Executive Chairman, Michael Gazal (or his individual family trust) will acquire 6.7 million shares taking his direct interests to 30% of the Company. Mr David Gazal (or his individual family trust) will acquire 3.3 million shares taking his direct interests to 24.1% of the Company.

Having sold his stake in the Company, Richard Gazal will relinquish his role as Non-Executive Director on the completion date of 6 October 2016.

¹ “Direct interests” refers to GZL shares held by individual Gazal Family members or their individual family trusts.

² Michael, David and Richard each have a relevant interest in the GZL shares held or controlled by Gazal Nominees Pty Limited.

Michael Gazal said, "I would like to welcome onto our register the global apparel giant PVH with whom we have a longstanding and respectful relationship. PVH's involvement as our joint venture partner has been very supportive, and we are excited by the increased alignment that PVH's 10% equity interest in the holding Company will bring.

"I'm also delighted that long-time shareholder Harvey Norman will be increasing its holding to 7.2% of the Company. We are pleased to have one of Australia's most successful and experienced retailers taking such an interest in our business.

"Finally, I am delighted to be increasing my direct interest in Gazal, which is consistent with my commitment to the Company and my confidence in the long term prospects for the business as we pursue the growth potential for all our brands within the Group."

Further particulars of the shareholding changes are detailed below.

Additional information

Gazal Nominees Pty Limited ("Gazal Nominees") is the corporate trustee of the Matilda Malouf Trust ("MMT"). MMT holds one million shares representing 1.7% of GZL. Michael, David and Richard Gazal have a relevant interest in shares held by MMT as they each have a 25% shareholding in Gazal Nominees. Michael, David and Richard Gazal also have a relevant interest in GZL shares held by Woodcray Pty Limited ("Woodcray"), as it is a 100% owned entity of MMT. Woodcray holds 9 million shares representing 15.5% of GZL. The combined interests of MMT and Woodcray ultimately controlled by Gazal Nominees is 10 million shares representing 17.2% of GZL.

The pre and post transaction direct interests of the underlying shareholders selling and buying shares, expressed as a percentage of total GZL shares on issue is set out in the table below:-

| Underlying Shareholder | Direct interests | |
|------------------------|------------------|------------------|
| | Pre-transaction | Post-transaction |
| Mr Michael Gazal | 18.5% | 30.0% |
| Mr David Gazal | 18.3% | 24.1% |
| Mr Richard Gazal | 16.3% | - |
| Gazal Nominees | 17.2% | - |
| PVH Corp. | - | 10.0% |
| Harvey Norman | 1.7% | 7.2% |
| Mr Craig Kimberley | 1.7% | 2.6% |

Completion of the transactions will take place on 6 October 2016. Accordingly, the shares currently held by Gazal Nominees and Mr Richard Gazal (or his individual family trust) will be entitled to the



special dividend of 35 cents per share announced by GZL today and the final dividend of 7 cents per share announced by GZL on 31 August 2016.

All shares to be sold or transferred under the Transactions will be at a price of \$2.065 per share (excluding the special and final dividends).

For further information please contact the Company Secretary, Peter Wood on +61 2 9316 2801.

About Gazal Corporation Limited

Based in Sydney and listed on the Australian Securities Exchange, Gazal is a leading apparel supplier and retailer in Australasia. The Company jointly owns and manages PVH Brands Australia Pty Limited, a joint venture company ("the JV") in partnership with PVH Corp. (NYSE: PVH) one of the largest branded lifestyle apparel companies in the world. The JV licenses and operates PVH's iconic lifestyle apparel brands lead by *Calvin Klein* and *Tommy Hilfiger* as well as other licensed and JV owned brand names such as *Van Heusen*, *Pierre Cardin*, *Bracks*, *Nancy Ganz*, *Spanx* and *HoldmeTight*. In addition, Gazal owns and operates the *Bisley Workwear* brand.

Part 2: - Agreed Completion Announcement

DRAFT – NOT FOR RELEASE

**COMPLETION OF MAJOR SHAREHOLDING CHANGES FOR
GAZAL CORPORATION LIMITED [ASX:GZL]**

[] September, 2016

Gazal Corporation Limited ("GZL" or "Company") is pleased to announce completion of the transactions announced by the Company on [] September 2016

For further information please contact the Company Secretary, Peter Wood on +61 2 9316 2801.

About Gazal Corporation Limited

Based in Sydney and listed on the Australian Securities Exchange, Gazal is a leading apparel supplier and retailer in Australasia. The Company jointly owns and manages PVH Brands Australia Pty Limited, a joint venture company ("the JV") in partnership with PVH Corp. (NYSE: PVH) one of the largest branded lifestyle apparel companies in the world. The JV licenses and operates PVH's iconic lifestyle apparel brands lead by Calvin Klein and Tommy Hilfiger as well as other licensed and JV owned brand names such as Van Heusen, Pierre Cardin, Bracks, Nancy Ganz, Spanx and HoldmeTight. In addition, Gazal owns and operates the Bisley Workwear brand.



SCHEDULE 8: PAYMENT DIRECTION

To: DLA Piper Australia

From: Buyer

Dated:

1 BACKGROUND

We refer to the Sale and Purchase Agreement dated on or about 2016 between the [insert Buyer] and [insert Seller name] (SPA). Terms defined in the SPA have the same meaning when used in this document unless otherwise defined in this document.

In accordance with clause 1.2 or 2.2 of schedule 5 of the SPA, the Buyer has agreed to transfer [insert purchase price amount] (Purchase Price) into the following account at Completion.

[insert DLA Piper Trust account details]

(DLA Piper Trust Account)

2 PAYMENT DIRECTION

(a) For the purposes of clause 1.2 and 2.2 of schedule 5 of the SPA and subject to clause 3 below, the Buyer directs DLA Piper Australia to transfer the Purchase Price into the account detailed in clause 2(b) below, upon DLA Piper Australia and the Buyer receiving a written confirmation from James Philips, Partner, DLA Piper Australia, that Putative Completion has occurred under the SPA and each of the Interdependent Sale Agreements (Completion Confirmation).

(b) Account details

[Seller account details to be notified in writing at least 3 BD before Completion]

3 REFUND OF PURCHASE PRICE WHERE COMPLETION HAS NOT OCCURRED

If:

(a) DLA Piper Australia does not receive a Completion Confirmation by [2.00]pm (Sydney time) on the fourth Business Day after the Special Dividend Payment Date;



- (b) this agreement is terminated in accordance with clause 10.1 of the SPA; or
- (c) clause 3.4.3 of the SPA applies,

the Buyer revokes the direction in clause 2(a) above and directs DLA Piper Australia to promptly transfer the Purchase Price to the following account:

[insert Buyer's account details]

4 ACKNOWLEDGEMENT

- (a) The Buyer acknowledges and agrees that DLA Piper Australia's obligation to transfer the Purchase Price in accordance with clause 2(a) or 3 of this payment direction (as the context requires) is subject to DLA Piper Australia actually having received the Purchase Price from the Buyer in Immediately Available Funds in the DLA Piper Trust Account.
- (b) The Buyer acknowledges that nothing in this direction gives rise to a relationship of lawyer and client between the Buyer and DLA Piper.

5 GENERAL

This direction is irrevocable and may not be withdrawn.

- (a) Any written notice required to be given pursuant to this document may be given by email.
- (b) This document is governed by, and shall be construed in accordance with, the laws of New South Wales.

EXECUTED:

[BUYER EXECUTION BLOCK]



EXECUTION

Executed as an Agreement.

Executed by **DAVID GAZAL FAMILY
COMPANY PTY LIMITED ACN 104 693**
576 in accordance with s127 of the *Corporations
Act 2001*:

.....
Signature of director

DAVID JOSEPH GAZAL
.....
Name of director (print)

.....
Signature of director

JACLYN GAZAL
.....
Name of director (print)

Executed by **WOODCRAY PTY LIMITED**
ACN 073 545 534 in accordance with s127 of
the *Corporations Act 2001*:

.....
Signature of director

.....
Name of director (print)

.....
Signature of director/company secretary

.....
Name of director/company secretary (print)



EXECUTION

I executed an Agreement.

Executed by **DAVID GAZAL FAMILY
COMPANY PTY LIMITED ACN 104 693**
576 in accordance with s127 of the Corporations
Act 2001:

.....
Signature of director

DAVID JOSEPH GAZAL

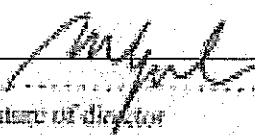
.....
Name of director (print)

.....
Signature of director

JACLYN GAZAL

.....
Name of director (print)

Executed by **WOOLFRAY PTY LIMITED**
ACN 071 545 534 in accordance with s127 of
the Corporations Act 2001:


.....
Signature of director

MICHAEL GAZAL

.....
Name of director (print)

.....
Signature of director/company secretary

.....
Name of director/company secretary (print)

ANNEXURE F

SALE AND PURCHASE AGREEMENT

**David Gazal Family Company Pty Ltd ACN 104 693 576 atf
The David Gazal Family (Buyer)**

Gazal Nominees Pty Limited ACN 058 412 105 (Seller)

DLA Piper Australia
Level 22
No.1 Martin Place
Sydney NSW 2000
GPO Box 4082
Sydney NSW 2001
Australia
DX 107 Sydney
T +61 2 9286 8000
F +61 2 9286 8007
W www.dlapiper.com

CONTENTS

| | |
|---|----|
| DETAILS | 1 |
| BACKGROUND | 1 |
| AGREED TERMS | 2 |
| 1 DEFINITIONS, INTERPRETATION AND AGREEMENT COMPONENTS..... | 2 |
| Definitions | 2 |
| Interpretation..... | 7 |
| Business Day..... | 8 |
| Inclusive expressions | 8 |
| Agreement components | 8 |
| Certain clauses may or may not be operative | 8 |
| 2 SALE AND PURCHASE | 9 |
| Sale Shares..... | 9 |
| Purchase Price..... | 9 |
| Title and risk | 9 |
| Sale Shares to be sold ex-dividend | 9 |
| Agreed Signing Announcement..... | 10 |
| Agreed Completion Announcement | 10 |
| Time and Place..... | 10 |
| Completion..... | 10 |
| Completion under this agreement simultaneous | 11 |
| Notice to complete..... | 11 |
| Interdependence Condition | 11 |
| Seller's rights after Completion..... | 12 |
| 3 TITLE WARRANTIES | 12 |
| Independent Title Warranties..... | 12 |
| Reliance | 12 |
| 4 AUTHORITY WARRANTIES | 12 |
| Authority Warranties | 12 |
| Independent Authority Warranties..... | 12 |
| Reliance | 13 |
| 5 BUYER WARRANTIES..... | 13 |
| Independent Buyer Warranties | 13 |
| Reliance | 13 |

| | | |
|----|--|----|
| 6 | TRUSTEE LIMITATION OF LIABILITY..... | 13 |
| | Capacity | 13 |
| | Limitation of liability | 13 |
| | Limitation not to apply..... | 13 |
| 8 | ANNOUNCEMENTS AND INSIDER TRADING | 15 |
| | Announcements | 15 |
| | No insider trading | 16 |
| 9 | TERMINATION..... | 16 |
| | Termination..... | 16 |
| | Effect of termination..... | 16 |
| 10 | DUTIES, COSTS AND EXPENSES..... | 17 |
| | Duties | 17 |
| | Costs and expenses | 17 |
| 11 | GST..... | 17 |
| | Definitions | 17 |
| | GST..... | 17 |
| | Tax invoices..... | 18 |
| | Reimbursements..... | 18 |
| 12 | NOTICES..... | 18 |
| | Form of Notice..... | 18 |
| | How Notice must be given and when Notice is received | 19 |
| 13 | GENERAL..... | 19 |
| | Governing law and jurisdiction..... | 19 |
| | Waiver..... | 20 |
| | Variation | 20 |
| | Assignment | 20 |
| | Further action to be taken at each party's own expense | 20 |
| | Remedies cumulative | 20 |
| | Counterparts..... | 21 |
| | Entire Agreement..... | 21 |
| | No merger | 21 |
| | No reliance | 21 |
| | Effect of Completion..... | 21 |
| | No set-off, deduction or counterclaim | 21 |



| | |
|---|----|
| SCHEDULE 1: SALE SHARES | 22 |
| SCHEDULE 2: TITLE WARRANTIES | 23 |
| SCHEDULE 3: AUTHORITY WARRANTIES | 24 |
| SCHEDULE 4: BUYER WARRANTIES | 27 |
| SCHEDULE 5: COMPLETION STEPS | 28 |
| SCHEDULE 6: SHARE TRANSFER FORM..... | 30 |
| Part 1:..... | 30 |
| Part 2:..... | 32 |
| SCHEDULE 7: AGREED ANNOUNCEMENTS | 33 |
| Part 1: - Agreed Signing Announcement | 33 |
| Part 2: - Agreed Completion Announcement..... | 36 |
| SCHEDULE 8: PAYMENT DIRECTION..... | 37 |
| EXECUTION..... | 39 |

DETAILS

| Date | | September 2016 |
|----------------|---|----------------|
| Parties | Seller Name Gazal Nominees Pty Limited ACN 058 412 105 As trustee for the Matilda Malouf Trust Address 3 McPherson Street, Banksmeadow NSW 2019 Email mgazal1264@gmail.com Attention Michael Gazal Buyer Name David Gazal Family Company Pty Ltd ACN 104 693 576 As trustee for the David Gazal Family Trust Address 3 McPherson Street Banksmeadow NSW 2019 Australia Email David.Gazal@gazal.com.au Attention David Gazal | |

BACKGROUND

- A The Seller owns the Sales Shares.
- B Seller has agreed to sell the Sale Shares on, and the Buyer has agreed to buy the Sale Shares on, an *'ex-dividend'* basis, and otherwise on the terms and conditions of this agreement.
-
- C The Sale Shares are held on the issuer sponsored sub-register maintained by the Company .
- D The Sale Shares are held on the CHESS sub-register maintained by the Company. In respect of these Sale Shares, the Seller is the beneficial but not the legal owner.
- E Where the Buyer or Seller is a trustee or nominee, there are particular terms of this agreement that apply to, and particular warranties that are given by the Buyer or Seller.
- F Where the Seller is a beneficial owner, the Guarantor guarantees performance of the Seller's obligations on the terms and conditions of this agreement.

AGREED TERMS**1 DEFINITIONS, INTERPRETATION AND AGREEMENT COMPONENTS****Definitions**

- 1.1 The meaning of terms used in this agreement are set out below.

AGM means the 2016 Annual General Meeting of the Company (including any adjournment thereof).

Agreed Completion Announcement means the announcement in the form set out in Part 2 of schedule 7.

Agreed Signing Announcement means the announcement in the form set out in Part 1 of schedule 7.

ASX means Australian Securities Exchange Limited, or the market operated by it, as the context requires.

Authority Warranties means the warranties in schedule 3.

Business Day means a day on which banks are open for business in Sydney, Australia, and New York, United States of America, other than a Saturday, Sunday or public holiday.

Buyer Trust means the David Gazal Family Trust.

Buyer Trust Deed means the trust deed establishing the Buyer Trust.

Buyer Warranties means the warranties set out in schedule 4;

CHESS means the Clearing House Electronic Subregister System, as defined in the ASX Settlement Operating Rules.

Claim means, in relation to a person, any claim, cause of action, proceeding, suit or demand made against the person concerned, however it arises and whether it is present or future, fixed or unascertained, actual or contingent.

Company means Gazal Corporation Limited ACN 004 623 474.

Completion means completion of the sale and purchase of the Sale Shares under clause 2.12.

Completion Date means the date which is two Business Day after the Special Dividend Payment Date.

Completion Steps means the steps that each party must carry out at Completion, which are set out in schedule 5.

Confidential Information means all information exchanged between the parties before, on or after the date of this agreement including:

- (a) information which, either orally or in writing, is designated or indicated as being the proprietary or confidential information of a party or any of its Related Entities;
- (b) information derived or produced partly or wholly from the information including any calculation, conclusion, summary or computer modelling; and
- (c) trade secrets or information which is capable of protection at law or equity as confidential information,

whether the information was disclosed:

- (d) orally, in writing or in electronic or machine readable form;
- (e) before, on or after the date of this agreement;
- (f) as a result of discussions between the parties concerning or arising out of the Sale; or
- (g) by a party or any of its Representatives, any of its Related Bodies Corporate, any Representatives of its Related Entities or by any third person.

Corporations Act means the *Corporations Act 2001* (Cth).

Costs include charges and expenses, including those incurred in connection with advisers.

Duty means any stamp, transaction or registration duty or similar charge imposed by any Governmental Agency and includes any interest, fine, penalty, charge or other amount imposed in respect of any of them.

Encumbrance means an interest or power:

- (a) reserved in or over an interest in any asset; or
- (b) created or otherwise arising in or over any interest in any asset under a security agreement, a bill of sale, mortgage, charge, lien, pledge, trust or power,

by way of, or having similar commercial effect to, security for the payment of a debt, any other monetary obligation or the performance of any other obligation, and includes, but is not limited to:

- (c) any agreement to grant or create any of the above; and
- (d) a security interest within the meaning of section 12(1) of the PPSA.

Final Dividend means the fully franked final dividend of \$0.07 per Share announced by the Company on 31 August 2016.

Governmental Agency means any government or governmental, administrative, monetary, fiscal or judicial body, department, commission, authority, tribunal, agency or entity in any part of the world.

GST means goods and services tax or similar value added tax levied or imposed in Australia under the GST Law or otherwise on a supply.

GST Act means the *A New Tax System (Goods and Services Tax) Act 1999* (Cth) of Australia.

GST Law has the same meaning as in the GST Act.

Immediately Available Funds means cash, unendorsed bank cheque, or telegraphic or other electronic means of transfer of cleared funds into a bank account nominated in advance by the payee.

Insolvency Event means:

- (a) in relation to an entity:
 - (i) the entity is unable to pay its debts as and when they fall due or has stopped or suspended, or threatened to stop or suspend, payment of all or a class of its debts;
 - (ii) the entity goes, or proposes to go, into liquidation;
 - (iii) the entity receives notice requiring, or applies for, deregistration;
 - (iv) an order is made or an effective resolution is passed for the winding up or dissolution without winding up (otherwise than for the purposes of reconstruction or amalgamation) of the entity;
 - (v) a receiver, receiver and manager, judicial manager, liquidator, administrator or like official is appointed, or threatened or expected to be appointed, over the whole or a substantial part of the undertaking or property of the entity;
 - (vi) the holder of an Encumbrance takes possession of the whole or substantial part of the undertaking or property of the entity;
 - (vii) a writ of execution is issued against the entity or any of the entity's assets;
 - (viii) the entity proposes or takes any steps to implement a scheme or arrangement or other compromise with its creditors or any class of them; or
 - (ix) the entity is declared or taken under applicable law to be insolvent or the entity's board of directors resolve that it is, or is likely to become insolvent;
- (b) in relation to a person:
 - (i) a trustee or similar officer is appointed in respect of that person's assets;

- (ii) an order is made for the bankruptcy of that person or his or her estate or an event occurs that would give a court the right to make such an order;
- (iii) a moratorium of any debts of that person, a personal insolvency agreement or any other assignment, composition or arrangement with that person's creditors or any similar proceeding or arrangement by which the assets of that person are subjected conditionally or unconditionally to the control of that person's creditors or a trustee is ordered or applied for;
- (iv) that person is declared or taken under any applicable law to be insolvent or unable to pay his or her debts or that person admits in writing that he or she is insolvent or unable to pay his or her debts; or
- (v) any writ of execution, garnishee order, Mareva injunction or similar order, attachment, distress or other process is made or issued against or in relation to any asset of that person.

Interdependence Condition has the meaning set out in clause 2.16.

Interdependent Sale Agreements means the following agreements, excluding this agreement:

- (a) the Sale and Purchase Agreement between Woodcray Pty Limited ACN 073 545 534 as Seller and MJ & HH Gazal Pty Limited ACN 119 624 190 as trustee for the Michael Gazal Family Trust as Buyer dated on or about the date of this agreement;
- (b) the Sale and Purchase Agreement between Woodcray Pty Limited ACN 073 545 534 as Seller and David Gazal Family Company Pty Limited ACN 104 693 576 as trustee for the David Gazal Family Trust as Buyer dated on or about the date of this agreement;
- (c) the Sale and Purchase Agreement between Gazal Nominees Pty Limited ACN 058 412 105 as Seller and David Gazal Family Company Pty Ltd ACN 104 693 576 as trustee for the David Gazal Family Trust as Buyer dated on or about the date of this agreement;
- (d) the Sale and Purchase Agreement between 3C Consolidated Capital Pty Limited ACN 120 419 605 as Seller and PVH Services (UK) Limited as Buyer dated on or about the date of this agreement;
- (e) the Sale and Purchase Agreement between 3C Consolidated Capital Pty Limited ACN 120 419 605 as Seller and Yoogalu Pty Ltd ACN 002 269 132 as Buyer dated on or about the date of this agreement;
- (f) the Sale and Purchase Agreement between 3C Consolidated Capital Pty Limited ACN 120 419 605 as Seller and Double Jay Group Holdings Pty Ltd ACN 005 761 384 as Buyer dated on or about the date of this agreement;

- (g) the Sale and Purchase Agreement between Richard Victor Gazal as Seller and Double Jay Group Holdings Pty Ltd ACN 005 761 384 as Buyer dated on or about the date of this agreement.

Interim Period means the period commencing on the date of this agreement and ending on the Business Day following the date on which the AGM is held.

PPSA means the *Personal Property Securities Act 2009* (Cth) of Australia.

Purchase Price means \$2.065.

Putative Completion means all steps and actions required for Completion under this agreement and every Interdependent Sale Agreement, except for the Interdependence Condition under this agreement and every Interdependent Sale Agreement, having been satisfied.

Related Entity has the meaning given to that term in section 9 of the Corporations Act.

Representative means a representative of a party, and includes an employee, agent, officer, director, auditor, adviser, partner, associate, consultant, contractor or sub-contractor of that party or of a Related Entity of that party.

Sale means the sale and purchase of the Sale Shares in accordance with clause 2.

Sale Shares means 1,007,554 Shares in the Company, as described in more detail in schedule 1.

Seller Trust means the Matilda Malouf Trust.

Seller Trust Deed means the trust deed establishing the Seller Trust.

Share means a fully paid ordinary share in the capital of the Company.

~~**Special Dividend** means the fully franked special dividend of \$0.35 per Share to be announced or to be announced by the Company on or about the date of this agreement.~~

Special Dividend Payment Date means the date the Company pays the Special Dividend.

Tax means any tax, Duty, levy, charge, impost, fee, deduction, goods and services tax, VAT, compulsory loan or withholding, that is assessed, levied, imposed or collected by any Governmental Agency and includes any interest, fine, penalty, charge, fee or any other amount imposed on, or in respect of any of the above.

Title Warranties means the warranties set out in schedule 2.

Trust means:

- (a) the Seller Trust as constituted by the Seller Trust Deed; or
- (b) the Buyer Trust as constituted by the Buyer Trust Deed,

as the context requires.

Trust Deed means:

- (a) the Seller Trust Deed; or
- (b) the Buyer Trust Deed,

as the context requires.

Interpretation

1.2 In this agreement:

- 1.2.1 headings and words in bold type are for convenience and do not affect the interpretation of this agreement;
- 1.2.2 the singular includes the plural and the plural includes the singular;
- 1.2.3 words of any gender include all genders;
- 1.2.4 other parts of speech and grammatical forms of a word or phrase defined in this agreement have a corresponding meaning;
- 1.2.5 the table at clause 1.6 indicates whether certain provisions of this agreement are operative, and is to be given full effect in interpreting this agreement;
- 1.2.6 an expression importing a person includes any company, partnership, joint venture, association, corporation or other body corporate and any Governmental Agency as well as an individual;
- 1.2.7 a reference to a clause, party, schedule, attachment or exhibit is a reference to a clause of, and a party, schedule, attachment or exhibit to, this agreement;
- 1.2.8 a reference to any legislation or any industry standards includes all delegated legislation or standard made under it and amendments, consolidations, replacements or re-enactments of any of them;
- 1.2.9 a reference to a document includes all amendments or supplements to, or replacements or novations of, that document;
- 1.2.10 a reference to a party to a document includes that party's successors and permitted assignees;
- 1.2.11 a reference to an agreement other than this agreement includes a deed and any legally enforceable undertaking, agreement, arrangement or understanding, whether or not in writing;
- 1.2.12 a reference to liquidation or insolvency includes appointment of an administrator, compromise, arrangement, merger, amalgamation, reconstruction, winding up, dissolution, deregistration, assignment for the benefit of creditors, scheme, composition or arrangement with creditors, insolvency, bankruptcy, or any

similar procedure or, where applicable, changes in the constitution of any partnership or person, or death;

1.2.13 no provision of this agreement will be construed adversely to a party because that party was responsible for the preparation of this agreement or that provision;

1.2.14 a reference to a body, other than a party to this agreement (including an institute, association or authority), whether statutory or not:

1.2.14.1 which ceases to exist; or

1.2.14.2 whose powers or functions are transferred to another body,

is a reference to the body which replaces it or which substantially succeeds to its powers or functions;

1.2.15 if a period of time is specified and dates from a given day or the day of an act or event, it is to be calculated exclusive of that day;

1.2.16 a reference to a day is to be interpreted as the period of time commencing at midnight and ending 24 hours later;

1.2.17 if an act prescribed under this agreement to be done by a party on or by a given day is done after 5.00pm on that day, it is taken to be done on the next day;

1.2.18 unless otherwise stated, a reference to time is a reference to Sydney, Australia time; and

1.2.19 a reference to \$ is to the currency of Australia unless denominated otherwise.

Business Day

1.3 Where the day on or by which any thing is to be done is not a Business Day, that thing must be done on or by the next Business Day.

Inclusive expressions

1.4 Specifying anything in this agreement after the words 'include' or 'for example' or similar expressions does not limit what else is included.

Agreement components

1.5 This agreement includes any schedule.

Certain clauses may or may not be operative

1.6 The following provisions are operative if so indicated in the 'Yes' column, and are not operative if so indicated in the 'No' column.

| | WHICH PROVISIONS ARE THESE? | YES | NO |
|--|--|-----|----|
| GUARANTEE PROVISIONS OPERATIVE | RECITAL F, CLAUSE 7 | | X |
| SELLER TRUSTEE PROVISIONS OPERATIVE | RECITAL E, CLAUSE 6, SCHEDULE 3 CLAUSE 7 | X | |
| BUYER TRUSTEE PROVISIONS OPERATIVE | RECITAL E, CLAUSE 7, SCHEDULE 3 CLAUSE 7 | X | |
| CHESS PROVISIONS OPERATIVE | RECITAL D, RELEVANT DEFINITIONS IN CLAUSE 1.1, SCHEDULE 5 CLAUSE 2 | | X |
| ISSUER SPONSORED PROVISIONS OPERATIVE | RECITAL C, SCHEDULE 5 CLAUSE 1 | X | |
| RESIGNATION OF DIRECTOR | SCHEDULE 5, CLAUSE 2.5 | | X |
| APPOINTMENT OF PROXY | CLAUSE 2.9 | | X |

2 SALE AND PURCHASE

Sale Shares

- 2.1 On the Completion Date the Seller must sell the Sale Shares, free and clear of all Encumbrances, and the Buyer must buy the Sale Shares, for the Purchase Price, subject to the terms of this agreement.

Purchase Price

- 2.2 The consideration for the sale of the Sale Shares is the payment by the Buyer of the Purchase Price.
- 2.3 On Completion the Buyer must pay the Purchase Price to the Seller, or as directed by the Seller in writing, in Immediately Available Funds.

Title and risk

- 2.4 Title to and risk in the Sale Shares passes to the Buyer on Completion.

Sale Shares to be sold ex-dividend

- 2.5 The parties acknowledge and agree that the Sale Shares are being sold on an ex-dividend basis and that on Completion, the Seller will not account to the Buyer for any Final Dividend

or Special Dividend the Seller receives or for any other dividend declared by the Company and received by the Seller prior to Completion.

Agreed Signing Announcement

- 2.6 Immediately following execution of this agreement, the parties will request that the Company release the Agreed Signing Announcement to the market on the ASX platform.

Agreed Completion Announcement

- 2.7 Immediately following Completion, the parties will request that the Company release the Agreed Completion Announcement to the market on the ASX platform.

Substantial holding

- 2.8 The Buyer and Seller agree to comply with the provisions relating to substantial holding information in Part 6C of the Corporations Act. Without limiting this obligation:

2.8.1 the Buyer agrees that, where applicable, it will lodge, with both the Company and the ASX, a substantial holding notice, along with any ancillary documents required; and

2.8.2 the Seller agrees that it will lodge, with both the Company and the ASX, a cessation of substantial holding notice and any ancillary documents required,

in accordance with the requirements and timing set out in section 671B of the Corporations Act.

Irrevocable Proxy Appointment During Interim Period

- 2.9 On execution of this agreement, the Buyer irrevocably agrees to vote the Sale Shares as directed by the Seller solely with respect to any proposed resolution to be offered at the AGM for the re-election of David J. Gazal as a director of the Company. This agreement may be performed by the Buyer voting as directed on that resolution on a show of hands, on a poll, or by proxy. For the avoidance of doubt, if the resolution is voted on by both a show of hands and a poll, the Buyer must vote as directed on both votes.

Time and Place

- 2.10 Completion must take place at 10:00am (Sydney time) at the offices of DLA Piper Australia at 1 Martin Place, Sydney NSW 2000 on the Completion Date, or at such other place, time and date as the Seller and Buyer agree.

Completion

- 2.11 On or before Completion, each party must carry out the Completion Steps referable to it in accordance with schedule 5.
- 2.12 Completion is taken to have occurred when:

- 2.12.1 each party to this agreement has performed all its obligations under schedule 5; and
- 2.12.2 the Interdependence Condition have been satisfied in accordance with clause 2.13.

Completion under this agreement simultaneous

- 2.13 The actions to take place as contemplated by clause 2.11 and schedule 5 are interdependent and must take place, as nearly as possible, simultaneously. If one action does not take place, then without prejudice to any rights available to any party as a consequence:
 - 2.13.1 there is no obligation on any party to undertake or perform any of the other actions;
 - 2.13.2 to the extent that such actions have already been undertaken, the parties must do everything reasonably required to reverse those actions; and
 - 2.13.3 the Seller and the Buyer must each return to the other all documents delivered to it under clause 2.11 and schedule 5 and must each promptly repay to the other all payments received by it under clause 2.11 and schedule 5, and authorise and direct DLA Piper to immediately repay to the Buyer any payment made to DLA Piper under schedule 5, without prejudice to any other rights any party may have in respect of that failure.

Notice to complete

- 2.14 If a party (**Defaulting Party**) fails to satisfy its obligations under clause 2.11 and schedule 5 on the day and at the place and time for Completion determined under clause 2.10, then:
 - 2.14.1 the Seller (where the Defaulting Party is the Buyer); or
 - 2.14.2 the Buyer (where the Defaulting Party is the Seller),

(in either case the **Notifying Party**), may give the Buyer or Seller (as applicable) a notice in writing requiring the Defaulting Party to satisfy those obligations within a period of three Business Days from the date of the notice and declaring time to be of the essence.

- 2.15 If the Defaulting Party fails to satisfy those obligations within those three Business Days the Notifying Party may, without limitation to any other rights it may have, terminate this agreement by giving written notice to the Buyer or Seller (as applicable).

Interdependence Condition

- 2.16 Completion under this agreement is conditional on and will occur immediately after Putative Completion having occurred under this agreement and each of the Interdependent Sale Agreements (**Interdependence Condition**).
- 2.17 As between the parties, all events, documents, transactions and completions referred to or contemplated by clause are intended to be interdependent. The effect of each is conditional on the effect of each other so that no event, document, transaction or completion has effect,

and each is deemed not to have had effect, unless all events, documents, transactions and completions occur.

- 2.18 All events, documents, transactions and completions referred to or contemplated by clause 2.12.1 and 2.13 are deemed for all purposes to have occurred simultaneously.
- 2.19 If the Interdependence Condition has not been satisfied by 6.00pm on the day three Business Days after the Completion Date, then the Buyer may terminate this agreement by notice in writing to the Seller at any time.

Seller's rights after Completion

- 2.20 On and from Completion, the Seller waives any further right, title and Claim (including any lien) it may have in respect of the Sale Shares, other than in accordance with clause 2.5.

3 TITLE WARRANTIES

- 3.1 The Seller warrants to the Buyer that each of the Title Warranties is true and accurate as at the date of this agreement and immediately before Completion.

Independent Title Warranties

- 3.2 Each of the Title Warranties is to be construed independently of the others and is not limited by reference to any other Title Warranty.

Reliance

- 3.3 The Seller acknowledges that the Buyer has entered into this agreement and will complete this agreement in reliance on the Title Warranties.

4 AUTHORITY WARRANTIES

Authority Warranties

- 4.1 Each of the Seller and Buyer warrants to each other that each of the Authority Warranties is true and accurate:
 - 4.1.1 in respect of each Authority Warranty that is expressed to be given on a particular date, at that date; and
 - 4.1.2 in respect of each other Authority Warranty, at the date of this agreement and immediately before Completion.

Independent Authority Warranties

- 4.2 Each of the Authority Warranties is to be construed independently of the others and is not limited by reference to any other Authority Warranty.

Reliance

- 4.3 Each party acknowledges that the other party has entered into this agreement and will complete this agreement in reliance on the Authority Warranties.

5 BUYER WARRANTIES

- 5.1 The Buyer warrants to the Seller that each of the Buyer Warranties is true and accurate:
- 5.1.1 in respect of each Buyer Warranty that is expressed to be given on a particular date, at that date; and
 - 5.1.2 in respect of each other Buyer Warranty, at the date of this agreement and immediately before Completion.

Independent Buyer Warranties

- 5.2 Each of the Buyer Warranties is to be construed independently of the others and is not limited by reference to any other Buyer Warranty.

Reliance

- 5.3 The Buyer acknowledges that the Seller has entered into this agreement and will complete this agreement in reliance on the Buyer Warranties.

6 TRUSTEE LIMITATION OF LIABILITY**Capacity**

- 6.1 Notwithstanding any other provision of this agreement, each of the Buyer and Seller, if ~~indicated as a Trustee in the Details of the parties at the beginning of this agreement,~~ enters into this agreement in its capacity as trustee of its relevant Trust and in no other capacity.

Limitation of liability

- 6.2 Subject to clause 7, the recourse of any party in respect of any obligation or liability of a Buyer or Seller which is indicated as a Trustee in the Details of the parties at the beginning of this agreement under or in respect of this agreement is limited to the trustee's ability to be indemnified from the assets of its relevant Trust.

Limitation not to apply

- 6.3 Clause 6.2 does not apply to any obligation or liability of a trustee to the extent that it is not satisfied because there is for any reason a reduction in the extent of the trustee's indemnification out of the assets of its relevant Trust arising as a result of its fraud, gross negligence or breach of trust.

7 GUARANTEE AND INDEMNITY

Guarantee and indemnity

- 7.1 The Guarantor acknowledges that the Buyer is acting in reliance on the Guarantor incurring obligations and giving rights under this guarantee and indemnity
- 7.2 The Guarantor unconditionally and irrevocably guarantees to the Buyer the Seller's compliance with the Seller's obligations in connection with this agreement.
- 7.3 If the Seller does not comply with any obligation on time and in accordance with this agreement, then the Guarantor agrees to comply with that obligation on demand from the Buyer. A demand may be made on the Guarantor whether or not the Buyer has made a demand on the Seller.
- 7.4 The Guarantor indemnifies the Buyer against any liability or loss arising from, and any Costs it incurs, if:
- 7.4.1 the Seller does not, or is unable to, comply with an obligation it has in connection with this agreement; or
 - 7.4.2 an obligation the Seller would otherwise have under this agreement is found to be void, voidable or unenforceable; or
 - 7.4.3 an obligation the Guarantor would otherwise have under clauses 7.2 and 7.3 is found to be void, voidable or unenforceable; or
 - 7.4.4 any representation or warranty by the Seller in this agreement is found to have been incorrect or misleading when made or taken to be made.
- 7.5 The Guarantor agrees to pay amounts due under clause 7.4 on demand from the Buyer. The Buyer need not incur expense or make payment before enforcing this right of indemnity.
- 7.6 Each guarantee in clauses 7.2 and 7.3 and the indemnity in clause 7.4 is a continuing obligation despite any intervening payment, settlement or other thing and extends to all of the Seller's obligations in connection with this agreement. The Guarantor waives any right it has of first requiring the Buyer to commence proceeding or enforce any other right against the Seller or any other person before claiming from the Guarantor under this guarantee and indemnity.

Payments

- 7.7 The Guarantor agrees to make payments under this guarantee and indemnity:
- 7.7.1 in full without set-off or counterclaim, and without any deduction in respect of Taxes unless prohibited by law; and
 - 7.7.2 in Australian dollars, in Immediately Available Funds.

Rights of the Buyer are protected

- 7.8 The rights given to the Buyer under this clause 7, and the Guarantor's liabilities under it, are not affected by any act or omission or any other thing which might otherwise affect them under law or otherwise.
- 7.9 The Guarantor's obligations under clause 7.10 are continuing obligations, independent of the Guarantor's other obligations under this guarantee and indemnity and continue after this guarantee and indemnity ends.

Costs

- 7.10 The Guarantor agrees to pay or reimburse the Buyer on demand for:
- 7.10.1 the Buyer's Costs in making, enforcing and doing anything in connection with this guarantee and indemnity including legal Costs in accordance with any written agreement as to legal costs or, if not agreement, on whichever is the higher of a full indemnity basis or solicitor and own client basis; and
- 7.10.2 all duties, fees, Taxes and charges which are payable in connection with this guarantee and indemnity or a payment or receipt or other transaction contemplated by it.

8 ANNOUNCEMENTS AND INSIDER TRADING**Announcements**

- 8.1 Subject to clauses 2.8 and 8.2, neither party may, before or after Completion, make or send a public announcement, communication or circular concerning the transactions referred to in this agreement unless it has first obtained the written consent of the other party, which consent is not to be unreasonably withheld or delayed.
-
- 8.2 Clause 8.1 does not apply to:
- 8.2.1 any notice given under clause 2.8;
- 8.2.2 the release of the Agreed Signing Announcement, Agreed Completion Announcement or a public announcement, communication or circular required by law or a regulation of a securities exchange, if the party required to make or send it has, to the maximum extent reasonably permitted by the circumstances, provided:
- 8.2.2.1 the other party with sufficient notice and opportunity to comment on such public announcement;
- 8.2.2.2 the other party with sufficient notice to enable it to seek a protective order or other remedy (such action to be taken at the sole cost and expense of the party seeking such order or other remedy); and

- 8.2.2.3 all assistance and co-operation that the other party considers necessary to prevent or minimise that disclosure (provided that the party required to provide such assistance and cooperation shall not be required to incur any out-of-pocket expenses unless the other party agrees to pay for or reimburse all such expenses)..

No insider trading

- 8.3 The parties acknowledge that the information contained in and disclosed to each other in connection with this agreement and the Interdependent Agreements may be 'inside information' within the meaning of Part 7.10, Division 3 of the Corporations Act in relation to Shares or other securities of the Company. Without limiting anything else in this agreement, the parties must not do anything which results or could result in it being in breach of any provision of Part 7.10, Division 3 of the Corporations Act in connection with this agreement and the Interdependent Agreements.

9 TERMINATION

Termination

- 9.1 Any party may terminate this agreement at any time before Completion by notice in writing to the other party:
- 9.1.1 if the other party or the Company is the subject of an Insolvency Event; or
- 9.1.2 otherwise in accordance with clause 2.15 or clause 2.19.

Effect of termination

- 9.2 If this agreement is terminated under this clause 9 then:
- 9.2.1 ~~subject to clause 9.2.3, each party is released from its obligations to further perform its obligations under this agreement, except those expressed to survive termination;~~
- 9.2.2 each party retains the rights it has against the other in respect of any breach of this agreement occurring before termination;
- 9.2.3 each party must immediately authorise and direct DLA Piper to immediately repay to the Buyer any payment made to DLA Piper under schedule 5;
- 9.2.4 the rights and obligations of each party under each of the following clauses and schedules will continue independently from the other obligations of the parties and survive termination of this agreement:
- 9.2.4.1 clause 1;
- 9.2.4.2 clause 7;
- 9.2.4.3 clause 8;

- 9.2.4.4 clause 9;
- 9.2.4.5 clause 11; and
- 9.2.4.6 clauses 13.1 to 13.11 inclusive and 13.13 to 13.19 inclusive.

10 DUTIES, COSTS AND EXPENSES

Duties

- 10.1 The Buyer must pay all Duty in respect of the execution, delivery and performance of this agreement and any agreement or document entered into or signed under this agreement.

Costs and expenses

- 10.2 Unless otherwise provided for in this agreement, each party must pay its own costs and expenses in respect of the negotiation, preparation, execution, delivery and registration of this agreement and any other agreement or document entered into or signed under this agreement.
- 10.3 Any action to be taken by the Buyer or the Seller in performing obligations under this agreement must be taken at their own cost and expense unless otherwise provided in this agreement.

11 GST

Definitions

- 11.1 Words used in this clause 11 that have a defined meaning in the GST Law have the same meaning as in the GST Law unless the context indicates otherwise.

GST

- 11.2 Unless expressly stated otherwise, any consideration (monetary or non-monetary) payable or to be provided, or amount used in the calculation of a sum payable under or in connection with this agreement has been determined without regard to GST.
- 11.3 To the extent that any supply made under or in connection with this agreement is a taxable supply (other than any supply made under another agreement that contains a specific provision dealing with GST), the recipient must pay, in addition to the consideration provided under this agreement for that supply (unless it expressly includes GST) an amount (additional amount) equal to the amount of that consideration (or in the case of non-monetary consideration, its GST exclusive market value) multiplied by the rate at which GST is imposed in respect of the supply. The recipient must pay the additional amount at the same time as the consideration to which it is referable.
- 11.4 Whenever an adjustment event occurs in relation to any taxable supply to which clause 11.3 applies:

- 11.4.1 the supplier must determine the amount of the GST component of the consideration payable;
- 11.4.2 if the GST component of that consideration differs from the amount previously paid, the amount of the difference must be paid by, refunded to or credited to the recipient, as applicable; and
- 11.4.3 the supplier must issue the recipient with a tax invoice or adjustment note within 21 days of the supplier becoming aware of the adjustment.

Tax invoices

- 11.5 The supplier must issue a Tax Invoice to the recipient of a supply to which clause 11.2 applies no later than seven days following payment of the GST inclusive consideration for that supply under that clause.

Reimbursements

- 11.6 If any party is entitled under this agreement to be reimbursed or indemnified by any other party for a cost or expense incurred in connection with this agreement, the reimbursement or indemnity payment must not include any GST component of the cost or expense to the extent that the cost or expense is the consideration for a creditable acquisition made by the party being reimbursed or indemnified, or by its representative member.

12 NOTICES

Form of Notice

- 12.1 A notice or other communication to a party under this agreement (Notice) must be:
 - 12.1.1 in writing and in English and signed by or on behalf of the sending party; and
 - 12.1.2 addressed to that party in accordance with the details set out in the table below (or any alternative details nominated to the sending party by Notice).

| Party | Notice Details |
|--------|---|
| Buyer | Address: 3 McPherson Street Banksmeadow NSW 2019 Email: David.Gazal@gazal.com.au Attention: David Gazal, David Gazal Family Company Pty Ltd atf The David Gazal Family Trust |
| Seller | Address: 3 McPherson Street, Banksmeadow NSW 2019 Email: mgazal1264@gmail.com |

| Party | Notice Details |
|-------|--|
| | Attention: Michael Gazal, Gazal Nominees Pty Limited |

How Notice must be given and when Notice is received

- 12.2 A Notice must be given by one of the methods set out in the table below.
- 12.3 A Notice is regarded as given and received at the time set out in the table below.
- 12.4 However, if this means the Notice would be regarded as given and received outside the period between 9.00am and 5.00pm (addressee's time) on a Business Day (business hours period), then the Notice will be regarded as given and received at the start of the following Business Day.

| Method of giving Notice | When Notice is regarded as given and received |
|---|--|
| By hand to the nominated address | When delivered to the nominated address |
| By pre-paid post to the nominated address | At 9.00am (addressee's time) on the fifth Business Day after the date of posting |
| By email to the nominated email address | At the time the email was sent by the sender, such time to be determined by reference to the device from which the email was sent, provided no automated message is received stating that the email has not been delivered |

13 GENERAL

Governing law and jurisdiction

- 13.1 This agreement and any dispute or claim arising out of or in connection with it or its subject matter, existence, negotiation, validity, termination or enforceability (including non-contractual disputes or claims) shall be governed by and construed in accordance with the laws of New South Wales.
- 13.2 Each party irrevocably agrees for the benefit of the Seller that the Courts of New South Wales shall have non-exclusive jurisdiction in relation to any dispute or claim arising out of or in connection with this agreement or its subject matter, existence, negotiation, validity, termination or enforceability (including non-contractual disputes or claims).
- 13.3 Each party irrevocably waives any right that it may have to object to an action being brought in those Courts, to claim that the action has been brought in an inconvenient forum, or to claim that those Courts do not have jurisdiction.

Waiver

- 13.4 No party to this agreement may rely on the words or conduct of any other party as a waiver of any right unless the waiver is in writing signed by the party granting the waiver.
- 13.5 In this clause 13:
- 13.5.1 **conduct** includes delay in the exercise of a right;
 - 13.5.2 **right** means any right arising under or in connection with this agreement and includes the right to rely on this clause; and
 - 13.5.3 **waiver** includes an election between rights and remedies, and conduct which might otherwise give rise to an estoppel.
- 13.6 A provision of, or a right, discretion or authority created under, this agreement may not be:
- 13.6.1 waived except in writing signed by the party granting the waiver; and
 - 13.6.2 varied except in writing signed by the parties.
- 13.7 A failure or delay in exercise, or partial exercise, of a power, right, authority, discretion or remedy arising from a breach of, or default under this agreement does not result in a waiver of that right, power, authority, discretion or remedy.

Variation

- 13.8 A variation of any term of this agreement must be in writing and signed by the parties.

Assignment

- 13.9 Rights arising out of or under this agreement are not assignable by a party without the prior written consent of the other parties.

-
- 13.10 A breach of clause 13.9 by a party entitles the other parties to terminate this agreement.

- 13.11 Clause 13.10 does not affect the construction of any other part of this agreement.

Further action to be taken at each party's own expense

- 13.12 Subject to clause 10, each party must, at its own expense, do all things and execute all documents necessary to give full effect to this agreement and the transaction contemplated by it and use reasonable endeavours to cause relevant third parties to do the same.

Remedies cumulative

- 13.13 Except as provided in this agreement and permitted by law, the rights, powers and remedies provided in this agreement are cumulative with and not exclusive to the rights, powers or remedies provided by law independently of this agreement.

Counterparts

- 13.14 This agreement may be executed in any number of counterparts.

Entire Agreement

- 13.15 This agreement embodies the entire agreement between the parties and supersedes any prior negotiation, conduct, arrangement, understanding or agreement, express or implied, with respect to the subject matter of this agreement.

No merger

- 13.16 The warranties, guarantee and indemnities, other representations and covenants and any other rights accrued under this agreement are continuing and survive and do not merge or extinguish on the date of this agreement and the beneficiary of such rights may pursue and enforce any rights as a claim under and subject to this agreement.

No reliance

- 13.17 No party has relied on any statement by the/any other party not expressly included in this agreement.

Effect of Completion

- 13.18 So far as it remains to be performed this agreement shall continue in full force and effect after Completion. The rights and remedies of the parties shall not be affected by Completion.

No set-off, deduction or counterclaim

- 13.19 Every payment payable under this agreement shall be made in full without any set-off or counterclaim howsoever arising and will be free and clear of, and without deduction of, or withholding for or on account of, any amount which is due and payable under this agreement.



SCHEDULE 1: SALE SHARES

| Shareholder | Class | Number of Sale Shares |
|----------------------------|----------|-----------------------|
| Gazal Nominees Pty Limited | Ordinary | 1,007,554 |
| TOTAL | Ordinary | 1,007,554 |



SCHEDULE 2: TITLE WARRANTIES

1 TITLE

- 1.1 The Seller is the sole legal owner of the Sale Shares and has complete and unrestricted power, authority and right to sell the Sale Shares to the Buyer.
- 1.2 At Completion, subject only to registration of the Buyer in the Company's share register, the Buyer will acquire the full legal and beneficial ownership of the Sale Shares free and clear of all Encumbrances and there are no facts or circumstances that could result in the creation of an Encumbrance over the Sale Shares. .
- 1.3 There are no actions, claims, demands, proceedings or investigations current, pending or threatened against the Seller which may have a material effect on the sale and purchase of the Sale Shares in accordance with this agreement.
- 1.4 There are no claims against the Sale Shares by any person and there are no contractual arrangements relating to the Sale Shares or any of the rights attaching to the Sale Shares.
- 1.5 The sale of the Sale Shares will not constitute a violation of Division 3 of Part 7.10 of the *Corporations Act 2001* (Cth) relating to insider trading.

SCHEDULE 3: AUTHORITY WARRANTIES

Each reference below to the 'Warranting Party' means the relevant party giving the Authority Warranties under clause 4.

1 NO LEGAL IMPEDIMENT

1.1 The execution, delivery and performance by the Warranting Party of this agreement:

- 1.1.1 complies with its constitution and other constituent documents; and
- 1.1.2 does not constitute a breach of any law or obligation, or cause or result in default under any agreement or Encumbrance, by which it is bound and that would prevent it from entering into and performing its obligations under this agreement.

2 CORPORATE AUTHORISATIONS

2.1 All necessary action to authorise the execution, delivery and performance of this agreement by the Warranting Party in accordance with its terms have been taken.

3 INCORPORATION

3.1 The Warranting Party is validly incorporated, organised and subsisting in accordance with the laws of its place of incorporation.

4 CAPACITY

4.1 The Warranting Party has the power to enter into and perform its obligations under this agreement and to carry out the transactions contemplated by this agreement and the Warranting Party's obligations under this agreement are valid and binding and enforceable against it and the relevant Trust in accordance with their terms.

4.2 This agreement constitutes valid and binding obligations of the Warranting Party in accordance with its terms, subject to any principles of equity or insolvency law and necessary stamping.

4.3 The Warranting Party has obtained all necessary authorisations for the execution, delivery and performance by the Warranting Party of this agreement in accordance with its terms.

5 BREACH OR DEFAULT

5.1 The execution, delivery and performance of this agreement by the Warranting Party does not and will not result in a breach of or constitute a default under:

- 5.1.1 any provision of the constitution (or equivalent documents) of that Warranting Party ; or
- 5.1.2 any applicable law or regulation.

6 SOLVENCY

- 6.1 The Warranting Party is not the subject of an Insolvency Event and, there are no circumstances that justify the Warranting Party being the subject of an Insolvency Event.

7 TRUSTEE CAPACITY

The Trust and the Trust deed

- 7.1 The relevant Trust has been validly created and is in existence and is solely constituted by the Trust Deed for that Trust and:
 - 7.1.1 the relevant Trust Deed is not void, voidable or otherwise unenforceable;
 - 7.1.2 a date has not been declared under the Trust Deed for the relevant Trust as the date on which that Trust will be vested or come to an end;
 - 7.1.3 all stamp duty properly payable on the relevant Trust Deed has been paid; and
 - 7.1.4 no proceedings of any description have been or are likely to be commenced or threatened which could have a material adverse effect on the assets or financial position of the relevant Trust or on the trusteeship of the trustee of that Trust.

The Warranting Party as trustee

~~7.2 The Warranting Party:~~

- 7.2.1 has been validly appointed as trustee of the relevant Trust and is the sole trustee of that Trust; and
- 7.2.2 has valid rights to be fully indemnified against the assets of the relevant Trust for all liabilities incurred by it in its capacity as trustee of that trust (including those incurred by it under this agreement), which rights are not limited in anyway (by set-off or otherwise) and are available for satisfaction of all liabilities and other obligations incurred by the Warranting Party under this agreement; and
- 7.2.3 is not in breach of its obligations under the relevant Trust Deed and no allegation has been made that it has breached those obligations.

Capacity of trustee

- 7.3 The Warranting Party as trustee of the relevant Trust has the legal right and full corporate power and capacity to enter into and perform its obligations under this agreement in its

capacity as trustee of that Trust and has obtained all necessary authorisations and consents under the Trust Deed for that Trust and taken all other actions necessary to enable it to do so;

Breach or default under relevant Trust Deed

- 7.4 The execution, delivery and performance of this agreement by the Warranting Party as trustee of the relevant Trust does not and will not result in a breach of or constitute a default under the Trust Deed for that Trust;

Other

- 7.5 There are no other arrangements or understandings in relation to the relevant Trust other than the Trust Deed for that Trust.
- 7.6 All action required by the relevant Trust Deed and law to authorise the Warranting Party's execution and delivery of this agreement and the performance of its obligations under this agreement, has been taken.
- 7.7 The execution by the Warranting Party of this agreement and the performance by it of its obligations or the exercise of its rights under this agreement does not contravene the relevant Trust Deed.
- 7.8 No action is currently taking place or pending to remove the Warranting Party as trustee of the relevant Trust or appoint a new or additional trustee of that Trust.
- 7.9 The Warranting Party is not and has never been in breach of the relevant Trust Deed or the law (including its general duties as trustee of that Trust) in a way that would limit the amount recoverable under the trustee's indemnity referred to in Authority Warranty 7.2.2.
- 7.10 The relevant Trust has not been terminated and no action is pending to terminate that Trust.
-



SCHEDULE 4: BUYER WARRANTIES

1 REGULATORY

- 1.1 The acquisition of the Shares by the Buyer will not result in the Buyer holding a prohibited interest at law for the purposes of the Corporations Act (including section 606 thereof), or contravening the provisions of the *Competition and Consumer Act 2010* or the *Foreign Acquisitions and Takeovers Act 1975* (Cth).

2 FINANCE

- 2.1 The Buyer has, available on terms which involve no pre-condition sources of finance which will provide in Immediately Available Funds, the necessary cash resources to pay the Purchase Price in accordance with clause 2.3.

3 INDEPENDENT ADVICE

- 3.1 The Buyer has had independent professional advice concerning this agreement and the transactions contemplated by this agreement and has satisfied itself about anything arising from that advice relating to the terms of this agreement.



SCHEDULE 5: COMPLETION STEPS

1 COMPLETION ISSUER SPONSORED SUB-REGISTER

Seller's obligations at Completion

- 1.1 At Completion, the Seller must execute and deliver to the Buyer an original share transfer form for the transfer of the Sale Shares from the Seller to the Buyer, substantially in the form set out in Part 1 of schedule SCHEDULE 6: .

Buyer's obligations at Completion

- 1.2 At Completion the Buyer must:
- 1.2.1 pay the Purchase Price in Immediately Available Funds into the following trust account of DLA Piper (or a controlled monies account notified in writing by DLA Piper to the Buyer at least two Business Days prior to completion):

DLA Piper Australia Law Practice Trust Account
St George Bank
BSB: 332-003
A/C: 551 090 954
SWIFT CODE: SGBLAU2S
 - 1.2.2 deliver to DLA Piper the payment direction in the form set out in schedule 8, directing DLA Piper to release the Purchase Price to the Seller at Completion; and
 - 1.2.3 execute and deliver to the Seller an original share transfer form for the transfer of the Sale Shares from the Seller to the Buyer, in the form set out in schedule SCHEDULE 6: .
-

2 COMPLETION CHESS SUB-REGISTER

Seller's obligations at Completion

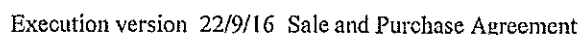
- 2.1 At Completion, the Seller and Guarantor must procure the execution and delivery:
- 2.1.1 of an original Transfer Instruction and Authorisation from the Seller substantially in the form set out in Part 2 of schedule SCHEDULE 6: ; and
 - 2.1.2 to the Buyer, of an original share transfer form for the transfer of the Sale Shares from HSBC Custody Nominees (Australia) Limited as seller to the Buyer, substantially in the form set out in Part 1 of schedule SCHEDULE 6: .



Buyer's obligations at Completion

- 2.2 At Completion the Buyer must:
- 2.2.1 pay the Purchase Price in Immediately Available Funds into the following trust account of DLA Piper (or a controlled monies account notified in writing by DLA Piper to the Buyer at least two Business Days prior to completion):

DLA Piper Australia Law Practice Trust Account
St George Bank
BSB: 332-003
A/C: 551 090 954
SWIFT CODE: SGBLAU2S
 - 2.2.2 deliver to DLA Piper the payment direction in the form set out in schedule 8, directing DLA Piper to release the Purchase Price to the Seller at Completion; and
 - 2.2.3 execute and deliver to the Seller an original share transfer form for the transfer of the Sale Shares from HSBC Custody Nominees (Australia) Limited as seller to the Buyer, in the form set out in schedule SCHEDULE 6: .
- 2.3 At Completion, the Seller must tender the irrevocable resignation of Richard V Gazal as a director of the Company, with the resignation to include an acknowledgement that no monies are owing to Mr Gazal whether by way of fees, salary, expenses, compensation for loss of office or otherwise by the Company and that he has no claims of any nature against the Company.



Part 1:

Use a **black** pen. Print in **CAPITAL** letters.
 Note: Any signature must be initialed by the sender and the recipient.
 Any increase in the quantity of securities being transferred is not acceptable even if initialed.
 Correction fluid on this page must not be used.

1. **State City Population**

| | | | | |
|----|--|-----------------------------------|----------------|-----------------------------|
| | Full name of Company or Corporation | | 3 | Date of Incorporation |
| 2 | Description of Securities (Shares, options etc.) | Class | 4 | Expiry Date (if applicable) |
| 3 | Quantity | Words | 5 | Figure |
| 4 | Full name(s) of Transferee(s) (Debtor) | Given Name(s) Surname | 10 Company/Use | |
| 5 | Securityholder Reference Number (if known) | CRN : _____ | | |
| 6 | Consideration | AS | 10 | Date of Purchase / / |
| 7 | Full name(s) of Transferee(s) (Buyer) | Title Given Name(s) Surname | 10 | |
| 8 | Full postal address of Transferee(s) (Buyer) | No. St. Wn. Postcode | | |
| 9 | Full postal address of Transferee(s) (Buyer) | State/Country | Postcode | |
| 10 | Transferee(s) (Buyer) Securityholder Reference Number (if known) | CRN : _____ | | |

I, the undersigned holder and undersigned holder for the above consideration hereby transfer to the above named beneficiary named beneficiary the securities as described above signed by my name in the name of the above named Company, which is the several conditions and conditions, which shall be subject to the terms of the above named and which, for the purpose of the above named, shall be subject to the several conditions. If there are no other conditions of the above named, I hereby agree to the several conditions, under which the above named shall be subject to the several conditions. To sign and print of attorney you to and hereby agree to the several conditions, under which the above named shall be subject to the several conditions.

21 September 2016 DIVI

HOW TO COMPLETE THE TRANSFER FORM FOR NON-MARKET TRANSACTIONS WHEN TRANSFERRING SECURITIES IN A LISTED OR UNLISTED COMPANY

1. **STAMP DUTY**
Transfer of securities is taxable and governed in Australia (Stock Exchange) and exempt from stamp duty.
However, Stamp Duty is payable on all other securities by the buyer of the shares and is based on the amount of consideration (note 6).
The stamp duty is calculated at the rate applicable in the state or territory in which the company the securities are held is incorporated. If the company is incorporated outside Australia, the state or territory in which the stock exchange is located determines the state or territory in which the duty is payable.
(Transfer must be submitted to the respective State or Territory Stamp Duty office for assessment and payment of any applicable duty.)
 2. **FULL NAME OF COMPANY OR CORPORATION**
The full name of the company or corporation in which securities are held.
 3. **STATE OF INCORPORATION**
State in which the Company (note 2) is incorporated in. This can be found on the securities certificate, statement or other notices received from the company.
 4. **DESCRIPTION OF SECURITIES**
e.g. Fully Paid Ordinary Shares, 5% Redeemed Convertible Notes etc.
 5. **REGISTER**
The state or territory in which the securities are registered. This can be found on the securities certificate or statement.
 6. **QUANTITY**
Number of securities being transferred (in both words and figures).
 7. **FULL NAME OF TRANSFERORS OR SELLERS**
Full names must be included together with any designation (if applicable).
 8. **SECURITYHOLDER REFERENCE NUMBER**
This number must be quoted when transferring securities not represented by certificates. This is securities registered on the issuer sponsored (unlisted) subregister.
 9. **CONSIDERATION**
In the \$1 amount paid in settlement of the transfer of securities. (Investors should reflect the market price of securities as at the date of purchase. Market values are quoted in the daily newspapers).
 10. **DATE OF PURCHASE**
Based on date of purchase or completion of the transfer.
 11. **FULL NAME OF TRANSFEREE OR BUYER**
Based on the full names of buyers (a maximum of three joint holders).
Securities may not be registered in the names of a firm or business name, an unborn or deceased person, a minor, infant or a trust.
 12. **FULL POSTAL ADDRESS OF TRANSFEREES OR BUYERS**
Complete address including the postcode. Only one address may be recorded.
 13. **SECURITYHOLDER REFERENCE NUMBER (PROP)**
If the buyer is an existing holder in the company and is registered on the issuer sponsored (unlisted) subregister, please quote the existing 5 digit.
 14. **SELLER SIGNATURES**
 - (1) Individual - The securityholder must sign.
 - (2) Joint Holdings - Where the holding is in more than one name, all of the securityholders must sign.
 - (3) Power of Attorney - To sign as power of attorney, you must have already lodged it with the registry. Alternatively, attach a certified photocopy of the power of attorney to the form.
 - (4) Deceased Estate - When the holding is in the name of an estate, all executors/administrators are required to sign. (Private requirements must also be complied with).
 - (5) Companies - Director, Company Secretary, Sole Director and Sole Company Secretary or Sole Director (no Company Secretary) can sign.
Please sign in the appropriate box which indicates the office held by you.
 15. **DATE SIGNED**
Based on date signed by the seller.
 16. **BUYER SIGNATURES**
 - (1) Individual - The securityholder must sign.
 - (2) Joint Holdings - Where the holding is to be registered in more than one name, all of the proposed securityholders must sign.
 - (3) Power of Attorney - To sign as power of attorney, you must have already lodged it with the registry. Alternatively, attach a certified photocopy of the power of attorney to the form.
 - (4) Deceased Estate - When the holding is in the name of an estate, all executors/administrators are required to sign. (Private requirements must also be complied with).
 - (5) Companies - Director, Company Secretary, Sole Director and Sole Company Secretary or Sole Director (no Company Secretary) can sign.
Please sign in the appropriate box which indicates the office held by you.
 17. **DATE SIGNED**
Based on date signed by the buyer.
- Note 1. Copies of documents forwarded must be certified as a correct copy by a person who in the State or Territory of registration has the power to witness a Statutory Declaration.
- Note 2. Transfers or other documents that do not fully meet the company's requirements are liable to be returned unregistered.



Part 2:

[date] 2016

Mr Paul Hamblett
Credit Suisse AG, Sydney Branch
Level 31, 1 Macquarie Place
Sydney NSW 2000
Australia

Dear Paul,

Re: Transfer Instruction and Authorisation

Please transfer the following shares in Gazal Corporation Limited (ISIN: AU000000GZL4) currently held in my account CIF 2001063 to the following parties:

| Party | # of Shares | Registration Details (Buyer's Name and Address) | Buyer's HIN/SRN |
|-------|-------------|---|-----------------|
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |

Please contact me if you require any further details. Thank you for your assistance.

Yours sincerely,

Richard Gazal
Authorised Signatory

Laura Gazal
Authorised Signatory

SCHEDULE 7: AGREED ANNOUNCEMENTS**Part 1: - Agreed Signing Announcement**

DRAFT – NOT FOR RELEASE

**MAJOR SHAREHOLDING CHANGES ANNOUNCED
FOR
GAZAL CORPORATION LIMITED [ASX:GZL]**

[] September, 2016

Gazal Corporation Limited (“GZL” or “Company”) has today been informed that Mr Richard Gazal has decided to sell his direct interests¹ in 9.5 million GZL shares (16.3% of GZL).

PVH Corp. (“PVH”), GZL’s partner in the PVH Brands joint venture, will acquire 5.8 million shares, taking a 10% stake in the Company. PVH is one of the largest branded lifestyle apparel companies in the world and owns the iconic *Calvin Klein*, *Tommy Hilfiger* and *Van Heusen* brands and markets a variety of goods under these and other U.S. domestic and internationally known owned and licensed brands.

Harvey Norman Holdings Limited, a longstanding shareholder in GZL will acquire 3.2 million shares, increasing their holding to 7.2% of the Company.

As well, Mr Craig Kimberley, Non-Executive Director of GZL will acquire 0.5 million shares, increasing his holding to 2.6% of the Company.

Additionally to facilitate Richard Gazal’s sell down, Gazal Nominees Pty Limited² will transfer its 10 million GZL shares to family members. Executive Chairman, Michael Gazal (or his individual family trust) will acquire 6.7 million shares taking his direct interests to 30% of the Company. Mr David Gazal (or his individual family trust) will acquire 3.3 million shares taking his direct interests to 24.1% of the Company.

Having sold his stake in the Company, Richard Gazal will relinquish his role as Non-Executive Director on the completion date of 6 October 2016.

¹ “Direct interests” refers to GZL shares held by individual Gazal Family members or their individual family trusts.

² Michael, David and Richard each have a relevant interest in the GZL shares held or controlled by Gazal Nominees Pty Limited.

Michael Gazal said, “I would like to welcome onto our register the global apparel giant PVH with whom we have a longstanding and respectful relationship. PVH’s involvement as our joint venture partner has been very supportive, and we are excited by the increased alignment that PVH’s 10% equity interest in the holding Company will bring.

“I’m also delighted that long-time shareholder Harvey Norman will be increasing its holding to 7.2% of the Company. We are pleased to have one of Australia’s most successful and experienced retailers taking such an interest in our business.

“Finally, I am delighted to be increasing my direct interest in Gazal, which is consistent with my commitment to the Company and my confidence in the long term prospects for the business as we pursue the growth potential for all our brands within the Group.”

Further particulars of the shareholding changes are detailed below.

Additional information

Gazal Nominees Pty Limited (“Gazal Nominees”) is the corporate trustee of the Matilda Malouf Trust (“MMT”). MMT holds one million shares representing 1.7% of GZL. Michael, David and Richard Gazal have a relevant interest in shares held by MMT as they each have a 25% shareholding in Gazal Nominees. Michael, David and Richard Gazal also have a relevant interest in GZL shares held by Woodcray Pty Limited (“Woodcray”), as it is a 100% owned entity of MMT. Woodcray holds 9 million shares representing 15.5% of GZL. The combined interests of MMT and Woodcray ultimately controlled by Gazal Nominees is 10 million shares representing 17.2% of GZL.

The pre and post transaction direct interests of the underlying shareholders selling and buying shares, expressed as a percentage of total GZL shares on issue is set out in the table below:-

| Underlying Shareholder. | Direct interests | |
|-------------------------|------------------|------------------|
| | Pre-transaction | Post-transaction |
| Mr Michael Gazal | 18.5% | 30.0% |
| Mr David Gazal | 18.3% | 24.1% |
| Mr Richard Gazal | 16.3% | - |
| Gazal Nominees | 17.2% | - |
| PVH Corp. | - | 10.0% |
| Harvey Norman | 1.7% | 7.2% |
| Mr Craig Kimberley | 1.7% | 2.6% |

Completion of the transactions will take place on 6 October 2016. Accordingly, the shares currently held by Gazal Nominees and Mr Richard Gazal (or his individual family trust) will be entitled to the special dividend of 35 cents per share announced by GZL today and the final dividend of 7 cents per share announced by GZL on 31 August 2016.



All shares to be sold or transferred under the Transactions will be at a price of \$2.065 per share (excluding the special and final dividends).

For further information please contact the Company Secretary, Peter Wood on +61 2 9316 2801.

About Gazal Corporation Limited

Based in Sydney and listed on the Australian Securities Exchange, Gazal is a leading apparel supplier and retailer in Australasia. The Company jointly owns and manages PVH Brands Australia Pty Limited, a joint venture company ("the JV") in partnership with PVH Corp. (NYSE: PVH) one of the largest branded lifestyle apparel companies in the world. The JV licenses and operates PVH's iconic lifestyle apparel brands lead by *Calvin Klein* and *Tommy Hilfiger* as well as other licensed and JV owned brand names such as *Van Heusen*, *Pierre Cardin*, *Bracks*, *Nancy Ganz*, *Spanx* and *HoldmeTight*. In addition, Gazal owns and operates the *Bisley Workwear* brand.

Part 2: - Agreed Completion Announcement

DRAFT – NOT FOR RELEASE

**COMPLETION OF MAJOR SHAREHOLDING CHANGES FOR
GAZAL CORPORATION LIMITED [ASX:GZL]**

[] September, 2016

Gazal Corporation Limited ("GZL" or "Company") is pleased to announce completion of the transactions announced by the Company on [] September 2016

For further information please contact the Company Secretary, Peter Wood on +61 2 9316 2801.

About Gazal Corporation Limited

Based in Sydney and listed on the Australian Securities Exchange, Gazal is a leading apparel supplier and retailer in Australasia. The Company jointly owns and manages PVH Brands Australia Pty Limited, a joint venture company ("the JV") in partnership with PVH Corp. (NYSE: PVH) one of the largest branded lifestyle apparel companies in the world. The JV licenses and operates PVH's iconic lifestyle apparel brands lead by Calvin Klein and Tommy Hilfiger as well as other licensed and JV owned brand names such as Van Heusen, Pierre Cardin, Bracks, Nancy Ganz, Spanx and HoldmeTight. In addition, Gazal owns and operates the Bisley Workwear brand.



SCHEDULE 8: PAYMENT DIRECTION

To: DLA Piper Australia

From: Buyer

Dated:

1 BACKGROUND

We refer to the Sale and Purchase Agreement dated on or about 2016 between the [insert Buyer] and [insert Seller name] (SPA). Terms defined in the SPA have the same meaning when used in this document unless otherwise defined in this document.

In accordance with clause 1.2 or 2.2 of schedule 5 of the SPA, the Buyer has agreed to transfer [insert purchase price amount] (Purchase Price) into the following account at Completion.

[insert DLA Piper Trust account details]

(DLA Piper Trust Account)

2 PAYMENT DIRECTION

(a) For the purposes of clause 1.2 and 2.2 of schedule 5 of the SPA and subject to ~~clause 3 below, the Buyer directs DLA Piper Australia to transfer the Purchase Price~~ into the account detailed in clause 2(b) below, upon DLA Piper Australia and the Buyer receiving a written confirmation from James Philips, Partner, DLA Piper Australia, that Putative Completion has occurred under the SPA and each of the Interdependent Sale Agreements (**Completion Confirmation**).

(b) Account details

[Seller account details to be notified in writing at least 3 BD before Completion]

3 REFUND OF PURCHASE PRICE WHERE COMPLETION HAS NOT OCCURRED

If:

(a) DLA Piper Australia does not receive a Completion Confirmation by [2.00]pm (Sydney time) on the fourth Business Day after the Special Dividend Payment Date;



- (b) this agreement is terminated in accordance with clause 10.1 of the SPA; or
- (c) clause 3.4.3 of the SPA applies,

the Buyer revokes the direction in clause 2(a) above and directs DLA Piper Australia to promptly transfer the Purchase Price to the following account:

[insert Buyer's account details]

4 ACKNOWLEDGEMENT

- (a) The Buyer acknowledges and agrees that DLA Piper Australia's obligation to transfer the Purchase Price in accordance with clause 2(a) or 3 of this payment direction (as the context requires) is subject to DLA Piper Australia actually having received the Purchase Price from the Buyer in Immediately Available Funds in the DLA Piper Trust Account.
- (b) The Buyer acknowledges that nothing in this direction gives rise to a relationship of lawyer and client between the Buyer and DLA Piper.

5 GENERAL

This direction is irrevocable and may not be withdrawn.

- (a) Any written notice required to be given pursuant to this document may be given by email.
- (b) This document is governed by, and shall be construed in accordance with, the laws of New South Wales.



EXECUTION

Executed as an Agreement.

Executed by DAVID GAZAL FAMILY
COMPANY PTY LIMITED ACN 104 693
576 in accordance with s127 of the *Corporations
Act 2001*;

.....
Signature of director

DAVID JOSEPH GAZAL

.....
Name of director (print)

.....
Signature of director

JACLYN GAZAL

.....
Name of director (print)

Executed by GAZAL NOMINEES PTY
LIMITED ACN 058 412 105 in accordance
with s127 of the *Corporations Act 2001*;

.....
Signature of director

.....
Name of director (print)

.....
Signature of director

.....
Name of director (print)



EXECUTION

I executed as an Agreement

I executed by DAVID GAZAL FAMILY
COMPANY PTY LIMITED ACN 104 693
§76 in accordance with §127 of the Corporations
Act 2003.

.....
Signature of director

DAVID JOSEPH GAZAL

.....
Name of director (print)

.....
Signature of director

JACLYN GAZAL

.....
Name of director (print)

Executed by GAZAL NOMINEES PTY
LIMITED ACN 058 412 105 in accordance
with §127 of the Corporations Act 2003.

.....
Signature of director

MICHAEL GAZAL

.....
Name of director (print)

.....
Signature of director

.....
Name of director (print)