



G Retail Limited

ACN 098 238 585

Level 6, 15 Castlereagh Street

Sydney NSW 2000

Phone: 02 9287 6394

Fax: 02 8915 1148

The Manager
Company Announcements Office
Australian Stock Exchange
Level 6, 20 Bridge Street
SYDNEY NSW 2000

8 November 2005

Dear Sir

Please find attached an announcement for immediate release.

Yours faithfully

Chris Charleson
Company Secretary



ASX Annoucement

The Directors of G Retail Limited ("G Retail" or "the Company") advise that they have this morning appointed Peter Yates and David Lombe of Deloitte as Administrators of G Retail and its three subsidiaries.

Until yesterday the Company had been negotiating for almost two months with Lowes Manhattan Pty Ltd ("Lowes") for the sale of the G Retail business.

The Directors of G Retail and the Company's adviser, Baron Partners Limited, believed the sale proposal was in the best interests of staff, suppliers and shareholders.

In a meeting held yesterday, the terms and conditions of the proposed sale were not supported by the major landlord and owner of the "Gowings" brand name, Gowing Bros Limited, and as a result, G Retail and Lowes are unable to proceed further with the proposed sale.

Following a review of the Company's financial position and prospects, particularly the forecasts post the Christmas trading period, the Directors have resolved that the only course of action available to them was to appoint the Administrators to assess options for the future of the company.

Any media enquiries should be directed to the representative of the Administrators.

Alison Davies
Media Relations
Ph: (02) 9322 7731
Mobile: 0410 579 981