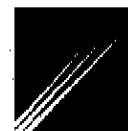


Facsimile Transmission



Wilson HTM
INVESTMENT GROUP

To: Company Announcements Office
Company: ASX
Fax No: 1900 999 279
From: Ian Harrison
E-Mail: ian.harrison@wilsonhtm.com.au
Date: 21 February 2006
Subject: Substantial Shareholder Notice
Pages (incl. Cover): 7

Hyperion Asset Management Limited
Level 38 Riparian Plaza
71 Eagle Street
Brisbane Qld 4000
GPO Box 240
Brisbane Qld 4001
Telephone 07 3212 1318
Facsimile 07 3212 1060
clientservices@hyperionam.com.au
www.hyperionam.com.au

Attached is a Form 603 - Notice of Initial Substantial Holder held by Hyperion Asset Management Limited in Nick Scali Limited ('NCK').

I W Harrison
Company Secretary
Hyperion Asset Management Limited

Form 603Corporations Act 2001
Section 671B**Notice of initial substantial holder****To** Company Name/Scheme **Nick Scali Limited (NCK)**ACN/ARSN **000 403 896****1. Details of substantial holder (1)**Name **Hyperion Asset Management Limited (Hyperion)**ACN/ARSN (if applicable) **ACN 080 135 897**The holder became a substantial holder on **17/02/2006****2. Details of voting power**

The total number of votes attached to all the voting shares in the company or voting interests in the scheme that the substantial holder or an associate (2) had a relevant interest (3) in on the date the substantial holder became a substantial holder are as follows:

Class of securities (4)	Number of securities	Person's votes (5)	Voting power (6)
Ordinary Shares	4,595,089	4,595,089	5.7%

3. Details of relevant interests

The nature of the relevant interest the substantial holder or an associate had in the following voting securities on the date the substantial holder became a substantial holder are as follows:

Holder of relevant interest	Nature of relevant interest (7)	Class and number of securities
Hyperion	In its capacity of investment manager	4,595,089 Units

4. Details of present registered holders

The persons registered as holders of the securities referred to in paragraph 3 above are as follows:

Holder of relevant interest	Registered holder of securities	Person entitled to be registered as holder (8)	Class and number of securities
Hyperion	See Annexure "A"	Hyperion	4,595,089 Units

5. Consideration

The consideration paid for each relevant interest referred to in paragraph 3 above, and acquired in the four months prior to the day that the substantial holder became a substantial holder is as follows:

Holder of relevant interest	Date of acquisition	Consideration (9)		Class and number of securities
		Cash	Non-cash	
See Annexure "A"				

6. Associates

The reasons the persons named in paragraph 3 above are associates of the substantial holder are as follows:

Name and ACN/ARSN (if applicable)	Nature of association

7. Addresses

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

Name	Address
Hyperion Asset Management Limited	Level 38, 71 Eagle Street, Brisbane, QLD 4000

Signature

print name **Mr Ian Harrison** capacity **Company Secretary**

sign here  date **20/02/06**

DIRECTIONS

- (1) If there are a number of substantial holders with similar or related relevant interests (eg. a corporation and its related corporations, or the manager and trustee of an equity trust), the names could be included in an annexure to the form. If the relevant interests of a group of persons are essentially similar, they may be referred to throughout the form as a specifically named group if the membership of each group, with the names and addresses of members is clearly set out in paragraph 7 of the form.
- (2) See the definition of "associate" in section 9 of the Corporations Act 2001.
- (3) See the definition of "relevant interest" in sections 608 and 671B(7) of the Corporations Act 2001.
- (4) The voting shares of a company constitute one class unless divided into separate classes.
- (5) The total number of votes attached to all the voting shares in the company or voting interests in the scheme (if any) that the person or an associate has a relevant interest in.
- (6) The person's votes divided by the total votes in the body corporate or scheme multiplied by 100.
- (7) Include details of:
 - (a) any relevant agreement or other circumstances by which the relevant interest was acquired. If subsection 671B(4) applies, a copy of any document setting out the terms of any relevant agreement, and a statement by the person giving full and accurate details of any contract, scheme or arrangement, must accompany this form, together with a written statement certifying this contract, scheme or arrangement; and
 - (b) any qualification of the power of a person to exercise, control the exercise of, or influence the exercise of, the voting powers or disposal of the securities to which the relevant interest relates (indicating clearly the particular securities to which the qualification applies).

See the definition of "relevant agreement" in section 9 of the Corporations Act 2001.
- (8) If the substantial holder is unable to determine the identity of the person (eg. if the relevant interest arises because of an option) write "unknown".
- (9) Details of the consideration must include any and all benefits, money and other, that any person from whom a relevant interest was acquired has, or may, become entitled to receive in relation to that acquisition. Details must be included even if the benefit is conditional on the happening or not of a contingency. Details must be included of any benefit paid on behalf of the substantial holder or its associate in relation to the acquisitions, even if they are not paid directly to the person from whom the relevant interest was acquired.

ANNEXURE "A"

Positions as of: 17/02/2006

<u>PortCode</u>	<u>Portfolio Name</u>	<u>Quantity</u>	<u>UnitCost</u>
100195	John Griffin Super Fund No3	802	1.000
101370	M McGann & F Salazar	714	1.000
101436	JK & MV Laxon Super Fund	500	1.000
101522	IT Korman P/L Super Fund	5,000	1.214
101718	Lyndal Scriven	4,260	1.317
101752	Leon Super Fund	646	1.000
102410	Capital Fundings Pty Ltd	7,377	1.163
102960	Farallon Capital Pty Ltd	27,503	1.157
103025	Portlaw Holdings Super Fund	3,648	1.425
103060	Marion Clark Smart	4,150	1.432
103170	Toni Narissa Hardy	3,637	1.329
103345	J & V Storhaug	4,600	1.194
104573	David Andrew Wood	3,000	1.476
104982	Ayres Family Account	3,969	1.390
106104	M & T Whatley	3,000	1.667
106965	Spender Super Fund	3,000	1.517
107198	Jennifer McFarlane	4,500	1.217
107582	Sunnybrook Super Fund	6,000	1.562
108807	MacLeod-Carey Super Fund	3,887	1.399
109349	P & M Howells	4,011	1.327
109856	Marie Therese Cushing	3,283	1.515
110092	DZ Nominees Pty Ltd (Zoll 3)	3,500	1.287
110534	Burndale Super Fund A/c	576	1.000
110537	Biljen Super A/c	5,200	1.394
111365	Elchhorn Family Super Fund	552	1.000
111420	Simon Family Super	3,000	1.357
111593	Steele Family Super Fund	4,910	1.357
111937	Toru Shimada	4,500	1.311
113994	Dr Ernst Von Wallenberg	2,700	1.401
114164	CHRIS BEARD EST GEORGE BEARD	13,441	1.172
114755	McInerney Family Super A/C	6,935	1.460
118285	Goddard S/F A/C	6,000	1.692
118583	KARU PTY LTD	30,000	1.631
118782	Holdsworth Discretionary A/c	7,000	1.723
120949	Baked Beans & Caviar A/C	3,000	1.417
121165	Robina Souness Retire A/C	1,420	1.440
121253	THE VINO FUND A/C	1,081	1.000
121923	Mr Alastair Parkin	916	1.000
122136	Kent Super Fund A/C	3,000	1.667
123953	CR Schull Medi Prac S/F A/C	4,000	1.432
124378	Model Portfolios	12,055	
29124	Claudia Jill Wood	500	1.000
30511	Redmarc Investments Pty Ltd	1,513	1.000
34665	Barklya Pty Ltd	7,807	1.152
39645	Baskerville Holdings Pty Ltd	1,680	1.000
39822	Analytical Instrument Super	2,537	1.391
43828	Webby Holdings Super Fund	500	1.000
45704	Allan Ronald Wood	3,500	1.310
46183	Storhaug Super No 1 Account	1,474	1.000
46209	Barklya (Citibank P5F)	1,600	1.000
48746	Oz/Euro Abbott Family A/c	1,917	1.000
50242	Joy Elizabeth Arnold	3,700	1.377
50407	Lynne Mary Napier	500	1.000
50651	Stuart Family Super Fund	3,782	1.410
51350	Wood Retirement Fund	500	1.000

ANNEXURE "A"

Positions as of: 17/02/2006

PortCode	Portfolio Name	Quantity	UnitCost
51381	PVS Superannuation Fund	3,000	1.793
52930	Nu-Lec Super Fund	9,000	1.307
53052	Forsyth Family Super Fund	4,660	1.242
53208	Paradipse Investments P/L	9,145	1.177
53818	Myola Pty Ltd	1,229	1.000
55172	Elizabeth Mary Cooper	8,980	1.186
55205	Donegal Pty Ltd	8,724	1.407
55966	Maraken Holdings KJ Adams	6,956	1.419
56030	Greydell Pty Ltd	1,191	1.000
56893	HT Valmadre Pty Ltd	8,285	1.161
56935	Tessana Super Fund	500	1.000
58021	D Cheales Super Fund	822	1.000
58218	Nielsen Family Super Fund	907	1.000
58332	Porter/Smith Super Fund	4,335	1.288
58791	Hyperton Flagship Investment	100,000	1.306
59244	R F Graff Medical Super	4,927	1.273
60141	Grant Super Fund A/C	2,000	2.085
60874	Manning Family Super	3,500	1.371
62487	John Douglas Roberts	642	1.000
63348	Hiroshi Kudo Growth Port	500	1.000
64115	Tackman Pty Ltd	16,000	1.000
64512	Watchorn-Gray P/Ship A/C	37,300	1.055
64635	Pitman Family Super Fund	534	1.000
64637	Whitelaw Super Fund	4,403	1.297
64650	Walsh Family Super Fund	780	1.000
64743	Tolmie Family Super Fund	3,500	1.312
65013	Malmar Investments Pty Ltd	4,000	1.315
66269	Wadley Family Super Fund	7,874	1.164
66375	Rodney Watts	3,741	1.340
67101	George Super Fund Account	500	1.000
68252	MJ & MH Turner	895	1.000
69667	J Scholtes Mr J Adrianus A/C	4,381	1.283
69668	John & Johanna Scholtes	2,750	1.482
70023	Keeling Super Fund	500	1.000
71083	Toovey Super Fund	3,672	1.422
71230	Holland Super Fund	3,795	1.408
71812	Bryant Cranevale Super Fund	1,044	1.000
72038	Kayo Sakamoto	500	1.000
726390	Carl & Betty Franke	582	1.000
727196	Peter Allen Gibb	2,383	1.330
727292	June Henrietta Fox	1,574	1.000
728369	W Godwin & B Godwin	869	1.000
731203	Frederick Taylor Kennedy	599	1.000
733801	John Harold Milledge	609	1.000
735909	Rita Mary Fisher	4,005	1.327
735924	Reginald & Maud Jones	1,000	1.356
735965	Reginald William Thompson	3,100	1.351
73692	Five G Investments Pty Ltd	12,982	1.176
740732	Marjory R Langridge	1,107	1.000
74195	QLD Sports Foundation Ltd	3,579	1.431
742486	Wendy Inga Wardlaw	500	1.000
743252	JAG Super Fund	1,500	1.362
743855	Hedway Hydraulics Super Fund	2,575	1.559
744005	Virginia Gail Wilson	7,565	1.374
747714	Velma Hayman	500	1.000
750458	S & C Maginness	6,765	1.380

ANNEXURE "A"

Positions as of: 17/02/2006

<u>PortCode</u>	<u>Portfolio Name</u>	<u>Quantity</u>	<u>UnitCost</u>
750865	Lynn Amad	1,019	1.000
750902	Est Janice Anne Bray A/c	4,836	1.370
75563	Fillmore Family Super Fund	4,000	1.277
75669	McDermott TG & BJ Carter A/c	615	1.000
75887	M R Stewart Pty Ltd Super	5,062	1.247
75913	Janus Superannuation Fund Ac	501	1.000
760847	Langridge Family Account	4,000	1.279
760856	William Peter Dunk	417	1.000
760890	Sandra Carol Humphries	3,737	1.350
760923	Doherty Super Fund	5,603	1.410
760940	Andrews Family Super Fund Ac	4,500	1.240
760976	Mel. Jewish Friendly Society	500	1.000
760980	Est Hanna C Rosenbaum	500	1.000
77111	Creewar Super Fund Account	4,361	1.413
77765	AW Teys Retirement Fund	1,900	1.000
77801	Ryan Staff Benefit Fund A/c	5,000	1.244
78116	Dr Elizabeth Anne Carter	3,895	1.664
78691	GC & MA Martin Super Fund	5,505	1.000
78753	Rikoaks Pty Ltd	6,743	1.177
81139	JJW & MG Siganto Super Fund	9,000	1.248
82761	King-Christopher Super Fund	500	1.000
841520	Robert James Wilson No.1	20,000	1.168
84552	J & S Carney Super Fund	5,142	1.321
85136	Carter De-Barro Super Fund	500	1.000
85591	Fabrinville Pty Ltd Super A/c	4,171	1.000
86463	UQRUFC Account	5,000	1.348
87386	Maddock Super Fund Account	4,000	1.361
87517	Josephine McLaughlin	992	1.000
87537	Earp Super Fund	5,718	1.271
87787	McDiarmid Super Fund	500	1.000
87858	Davis Super Fund Account	4,200	1.297
88312	J & J Super Fund	6,000	1.000
88332	The Wards Super Account	4,000	1.326
89497	NR & H Miller Super Fund	2,013	1.000
89996	Schultz Super Account	1,149	1.000
90243	MD & RL Saunders Super A/c	3,503	1.374
91442	J & R Hillis Super Fund	784	1.000
91751	Abadin Bucasia Retirement	734	1.000
91778	Christina Frances Spargo	4,500	1.400
91815	K & S Super Fund - Gallagher	694	1.000
92029	Glen L Smith	4,114	1.581
93625	Ramsey Nominees Pty Ltd	509	1.000
93628	MRA C Working Dir Super	3,600	1.304
94475	Drug Awareness & Relief Foun	5,500	1.200
94976	Simshauser Retirement A/c	3,500	1.316
95184	Davis Bros Staff Super Fund	4,000	1.363
96383	Last Resort Super Fund	583	1.000
96396	Abbott Super Fund	500	1.000
96406	Bruce & Benilda Johnston	500	1.000
96510	Jeffrey Douglas MacLean	767	1.000
96699	Wigland P/L Super Pens Rd Ac	500	1.000
97323	Thomas Family Super Fund	500	1.000
97600	DM Grant Superannuation P/L	2,223	1.000
97606	Four G Investments Pty Ltd	4,000	1.289
98153	Cooper Super Fund	930	1.000
98471	Duahi Super Fund	4,235	1.360

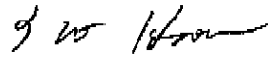
ANNEXURE "A"

Positions as of: 17/02/2006

<u>PortCode</u>	<u>Portfolio Name</u>	<u>Quantity</u>	<u>UnitCost</u>
98673	Michael Schrepfer	3,796	1.405
98895	Ramsey Family Superannuation	4,000	1.361
99106	BL & BD Cook Super Fund	573	1.000
99235	John & Wendy Campbell	499	1.000
99298	Osborne Super Fund	760	1.000
BIBPAE	Hyperion Growth Co Fund	140,000	1.383
BHSAAE	HEALTH SUPER PTY LTD	1,646,513	1.338
BIPAGE	Parvest Account	1,915,962	1.495
BISMC0	Hyperion Small Growth Co	130,162	1.721
Total Holdings		4,595,089	

This is Annexure "A" of 4 pages as mentioned in Form 603 - Notice of initial
substantial holder

Signed:



Date:

20/2/06