Nick Scali Limited
ABN 82 000 403 896
Head Office
3-9 Birnie Avenue
Lidcombe NSW 2141
Australia
.
Phone: 61 2 9748 4000.
Facsimile: 61 2 9748 4022.

nickscali
F U R N I T U R E

18 September 2006

Company Announcements Office
Australian Stock Exchange Limited
20 Bridge Street
Sydney NSW 2000

BY ELECTRONIC LODGMENT

NICK SCALI LIMITED
ACN 000 403 896

NOTICE OF ANNUAL GENERAL MEETING

The Company's Notice of Annual General Meeting is attached.

Note re Proxy Form

The proxy form included in this announcement is for information purposes only. Shareholders will receive a Notice of Meeting and Proxy form in the mail, which should be used for voting purposes. Any queries in relation to the Proxy form may be directed to our Share Registry:

Link Market Services Ltd
Locked Bag A14
Sydney South NSW 1235
Telephone: 02 8280 7111
Facsimile: 02 9287 0303
Email: registrars@linkmarketservices.com.au
Website: www.linkmarketservices.com.au

For further information, contact:

Dominic Chiera
Chief Financial Officer & Company Secretary

nickscali LIMITED

ACN 000 403 896

Notice Of Annual General Meeting

Notice is hereby given that the Annual General Meeting of Nick Scali Limited ("the Company") will be held at Nick Scali Head Office, 3-9 Birnie Avenue, Lidcombe, on Monday, 23 October 2006 at 11.30am.

Business

(1) To receive and consider the Statement of Financial Position and Statement of Financial Performance of the Company, the Directors' Declaration and the Directors' Report and Independent Audit Report for the year ended 30 June 2006.

(2) To elect a director:

Mr J.W. Ingram, who retires in accordance with the Company's Constitution and being eligible, offers himself for re-election.

John was appointed to the Board as non-executive Chairman on 7 April 2004. He is also the Chairman of the Remuneration and Nomination Committee and a member of the Audit Committee of Nick Scali Limited. John was formerly Managing Director of Crane Group Limited. He is currently the Chairman of Wattyl Limited and a non-executive director of Rinker Group Limited, United Group Limited, Australian Super Pty Limited and The Victor Chang Cardiac Research Institute and is National President of the Australia Industry Group.

(3) To elect a director:

Mr G.L. Laurie, who retires in accordance with the Company's Constitution and being eligible, offers himself for re-election.

Greg was appointed to the Board on 7 April 2004. He is the Chairman of the Audit Committee and a member of the Remuneration and Nomination Committee of Nick Scali Limited. Greg was Finance Director of Crane Group Limited from 1989 until his retirement from that role in 2003. Greg is also a non-executive director of Repco Corporation Limited and Bradken Limited.

(4) Non-binding Advisory Vote
To adopt the Remuneration Report of the company for the year ended 30 June 2006. The Remuneration Report is set out in Note 24 of the Annual Report

(5) General: To transact any other business which may be lawfully brought forward.

By Order of the Board
D Chiera
Company Secretary
9 August 2006

Notes

(1) Each member has the right to appoint a proxy. A proxy need not be a member of the Company.

(2) A member who is entitled to cast 2 or more votes may appoint 2 proxies and may specify the proportion or number of votes each proxy is appointed to exercise.

(3) Proxies given by companies must be executed under seal or under the hand of an attorney duly authorised in writing.

(4) To be effective, the form appointing a proxy and the Power of Attorney (if any) under which it is signed (or attested copy thereof), must be delivered to Share Registry, Link Market Services Limited, Level 12, 680 George Street, Sydney, NSW 2000 not less than 48 hours before the appointed time for holding the meeting.

nickscali LIMITED

ABN: 82 000 403 896

APPOINTMENT OF PROXY

If you would like to attend and vote at the Annual General Meeting, please bring this form with you. This will assist in registering your attendance.

Please return your Proxy forms to:
Link Market Services Limited
Level 12, 680 George Street, Sydney NSW 2000
Locked Bag A14, Sydney South NSW 1235 Australia
Telephone: (02) 8280 7111
Facsimile: (02) 9287 0309
ASX Code: NCK
Website: www.linkmarketservices.com.au

X99999999999

I/We being a member(s) of Nick Scali Limited and entitled to attend and vote hereby appoint

A the **Chairman of the Meeting (mark box)** ☐ **OR** if you are **NOT** appointing the Chairman of the Meeting as your proxy, please write the name of the person or body corporate (excluding the registered securityholder) you are appointing as your proxy

or failing the person/body corporate named, or if no person/body corporate is named, the Chairman of the Meeting, as my/our proxy to act generally at the meeting on my/our behalf and to vote in accordance with the following instructions (or if no directions have been given, as the proxy sees fit) at the Annual General Meeting of the Company to be held at 11:30am on Monday, 23 October 2006 and at any adjournment of that meeting.

Where more than one proxy is to be appointed or where voting intentions cannot be adequately expressed using this form an additional form of proxy is available on request from the share registry. Proxies will only be valid and accepted by the Company if they are signed and received no later than 48 hours before the meeting. The Chairman of the Meeting intends to vote undirected proxies in favour of all items of business.

B **To direct your proxy how to vote on any resolution please insert** X **in the appropriate box below.**

Resolution	For	Against	Abstain*
Resolution 1 To receive and consider the statement of Financial Position and Statement of Financial Performance of the Company, the Directors' Declaration and the Directors' Report and Independent Audit Report for the year ended 30 June 2006.	☐	☐	☐
Resolution 2 The re-election of Mr J.W Ingram as a director.	☐	☐	☐
Resolution 3 The re-election of Mr G.L Laurie as a director.	☐	☐	☐
Resolution 4 Adoption of Remuneration Report (non-binding resolution).	☐	☐	☐

* If you mark the Abstain box for a particular item, you are directing your proxy not to vote on your behalf on a show of hands or on a poll and your votes will not be counted in computing the required majority on a poll.

C **SIGNATURE OF SECURITYHOLDERS – THIS MUST BE COMPLETED**

Securityholder 1 (Individual)	Joint Securityholder 2 (Individual)	Joint Securityholder 3 (Individual)
Sole Director and Sole Company Secretary	Director/Company Secretary (Delete one)	Director

This form should be signed by the securityholder. If a joint holding, either securityholder may sign. If signed by the securityholder's attorney, the power of attorney must have been previously noted by the registry or a certified copy attached to this form. If executed by a company, the form must be executed in accordance with the securityholder's constitution and the *Corporations Act 2001* (Cwlth).

Link Market Services Limited advises that Chapter 2C of the *Corporations Act 2001* requires information about you as a securityholder (including your name, address and details of the securities you hold) to be included in the public register of the entity in which you hold securities. Information is collected to administer your securityholding and if some or all of the information is not collected then it might not be possible to administer your securityholding. Your personal information may be disclosed to the entity in which you hold securities. You can obtain access to your personal information by contacting us at the address or telephone number shown on this form. Our privacy policy is available on our website (www.linkmarketservices.com.au).

NCK PRX541

How to complete this Proxy Form

1 Your Name and Address

This is your name and address as it appears on the company's share register. If this information is incorrect, please make the correction on the form. Shareholders sponsored by a broker should advise their broker of any changes. **Please note: you cannot change ownership of your shares using this form.**

2 Appointment of a Proxy

If you wish to appoint the Chairman of the Meeting as your proxy, mark the box in section A. If the person you wish to appoint as your proxy is someone other than the Chairman of the Meeting please write the name of that person in section A. If you leave this section blank, or your named proxy does not attend the meeting, the Chairman of the Meeting will be your proxy. A proxy need not be a shareholder of the company. A proxy may be an individual or a body corporate.

3 Votes on Items of Business

You should direct your proxy how to vote by placing a mark in one of the boxes opposite each item of business. All your shares will be voted in accordance with such a direction unless you indicate only a portion of voting rights are to be voted on any item by inserting the percentage or number of shares you wish to vote in the appropriate box or boxes. If you do not mark any of the boxes on the items of business, your proxy may vote as he or she chooses. If you mark more than one box on an item your vote on that item will be invalid.

4 Appointment of a Second Proxy

You are entitled to appoint up to two persons as proxies to attend the meeting and vote on a poll. If you wish to appoint a second proxy, an additional Proxy Form may be obtained by telephoning the company's share registry or you may copy this form.

To appoint a second proxy you must:

(a) on each of the first Proxy Form and the second Proxy Form state the percentage of your voting rights or number of shares applicable to that form. If the appointments do not specify the percentage or number of votes that each proxy may exercise, each proxy may exercise half your votes. Fractions of votes will be disregarded.

(b) return both forms together.

5 Signing Instructions

You must sign this form as follows in the spaces provided:

Individual: where the holding is in one name, the holder must sign.

Joint Holding: where the holding is in more than one name, either securityholder may sign.

Power of Attorney: to sign under Power of Attorney, you must have already lodged the Power of Attorney with the registry. If you have not previously lodged this document for notation, please attach a certified photocopy of the Power of Attorney to this form when you return it.

Companies: where the company has a Sole Director who is also the Sole Company Secretary, this form must be signed by that person. If the company (pursuant to section 204A of the *Corporations Act 2001*) does not have a Company Secretary, a Sole Director can also sign alone. Otherwise this form must be signed by a Director jointly with either another Director or a Company Secretary. Please indicate the office held by signing in the appropriate place.

If a representative of the corporation is to attend the meeting the appropriate "Certificate of Appointment of Corporate Representative" should be produced prior to admission. A form of the certificate may be obtained from the company's share registry.

Lodgement of a Proxy

This Proxy Form (and any Power of Attorney under which it is signed) must be received at an address given below by 11:30am on Saturday 21 October, 2006, being not later than 48 hours before the commencement of the meeting. Any Proxy Form received after that time will not be valid for the scheduled meeting.

Proxy forms may be lodged using the reply paid envelope or:

- by posting, delivery or facsimile to Nick Scali Limited share registry as follows:
  Nick Scali Limited
  C/- Link Market Services Limited
  Locked Bag A14
  Sydney South NSW 1235
  Facsimile: (02) 9287 0309
- delivering it to Level 12, 680 George Street, Sydney NSW 2000.