



19 December 2006

Company Announcements Office
Australian Stock Exchange Limited

By Electronic Lodgment

Dear Sir,

RE: CHAIRMAN'S ADDRESS TO EGM

In connection with the Extraordinary General Meeting of Retail Cube Ltd to be held at 10.00am today, we attach the prepared address of the Chairman.

Yours faithfully,

Howard Knapp
Company Secretary

diversified | specialty | retail

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RETAIL CUBE LIMITED

EXTRAORDINARY GENERAL MEETING 19 DECEMBER 2006

CHAIRMAN'S ADDRESS

As it has been only a few weeks since the annual general meeting, shareholders are quite up-to-date on the Company's position, so my Chairman's address will be brief.

Shareholders will be aware that the Board placed the Amazing Paints business into voluntary administration on 20 October. I am pleased to report that the process is approaching finalisation. A creditor approved Deed of Company Administration has been signed which should see all creditors substantially paid and limits the total maximum exposure of Retail Cube Limited to \$150,000. In the context of the very substantial ongoing losses from Amazing Paints, this is an excellent result for all shareholders.

The Athlete's Foot continues to trade both above budget and last year on a comparative store by store basis and we are very pleased with its performance.

The King of Knives business is very seasonal and much of its annual result hinges on Xmas. It is too early to tell how Xmas will turn out, but as at the end of November the business has traded a little below budget but a little ahead of last year on a comparative store by store basis. King of Knives is a work in progress with a substantial restructure taking place.

In summary, there is much work to be done and we have just started.