



26 June 2019

Market Announcements Office
ASX Limited

**Sale & leaseback of Newstead property to generate
Profit Before Tax of \$26.1 million**

A.P. Eagers Limited (ASX: APE) (**AP Eagers**) is pleased to announce it has entered into an unconditional contract for the sale of its property situated at 99 Breakfast Creek Road, Newstead in Brisbane, to the Seymour Group for \$61 million.

Settlement is scheduled to take place on 26 August 2019.

AP Eagers will continue to operate its businesses from the property following settlement, having entered into a seven-year lease-back.

The sale will generate a profit before tax of \$26.1 million, which will be recognised over the seven-year lease term, with an annual profit contribution of \$3.7 million.

Commenting on the transaction, Martin Ward, CEO of AP Eagers said:

“The sale and leaseback of this property, on attractive terms, is consistent with our active approach to managing our property portfolio and underpins our strategic move to the world-class Auto Mall planned for Brisbane Airport.

“The proceeds from this sale, combined with our other recent sale in Newstead which generated \$24.0 million in profit before tax, considerably strengthen our balance sheet and will provide an aggregate cash contribution of \$116.6 million and an aggregate \$50.1 million profit over the next seven years.”

Following the completion of the sale, AP Eagers will continue to hold a substantial portfolio of owned property valued at \$280.0 million as at 26 June 2019.

ENDS

For further information: Denis Stark
Company Secretary
(07) 3608 7100

www.apeagers.com.au

A.P. EAGERS LIMITED
ABN 87 009 680 013

Registered Office
5 Edmund Street, Newstead, QLD, 4006
P.O. Box 199, Fortitude Valley, QLD, 4006
T (07) 3608 7100 F (07) 3608 7111
E corporate@apeagers.com.au