

city chic collective

20 June 2024

Sale of Avenue, Debt facility restructure & FY24 Trading update in response to recent press speculation

City Chic Collective Limited (ASX: CCX) ("City Chic" or "Group") notes recent press speculation including today's article in the Australian Financial Review titled 'City Chic out of fashion with sales numbers down 30pc' and makes the following comments.

As referenced to ASX on 18 June 2024 when City Chic sought a trading halt, City Chic has signed a definitive agreement to sell Avenue and its securities are currently in trading halt pending the announcement of a proposed capital raising.

City Chic has signed a definitive agreement to divest its US based Avenue business to Fullbeauty Brands for US\$12 million (approximately A\$18 million), subject to working capital adjustments at completion. The divestment aligns with the Group's strategy of focusing on the core City Chic customer in ANZ and the US. Completion is scheduled to occur in July 2024.

City Chic's lender has agreed to restructure its current debt facility, with a \$10 million multicurrency facility and extended maturity to December 2026.

City Chic also confirms that:

- forecast Group sales for FY24 are down ~30% to \$187 million (including Avenue).
- the FY24 forecast Proforma Adjusted EBITDA post-AASB16 from Continuing Operations (ie, excluding Avenue and Evans) is a loss of \$9.3 million.

Preparations for City Chic's proposed capital raise remain ongoing. Trading of the securities of City Chic will remain in trading halt while this process continues.

City Chic will continue to keep the market informed of material developments.

The release of this announcement was authorised by the Company Secretary.

About City Chic Collective

City Chic Collective is a global omni-channel retailer specialising in better dressing plus-size women's apparel, footwear and accessories. Its omni-channel model comprises a network of 77 stores across Australia and New Zealand (ANZ) and websites operating in ANZ, the USA, and third-party marketplace and wholesale partners in Australia, New Zealand and the USA.

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