

NOBILITY HOMES INC  
Form DEF 14A  
February 02, 2007

SCHEDULE 14A INFORMATION  
Proxy Statement Pursuant to Section 14(a) of the Securities Exchange Act of 1934

Filed by the Registrant   
Filed by a Party other than the Registrant

Check the appropriate box:

- Preliminary Proxy Statement
- Confidential, for Use of the Commission Only (as permitted by Rule 14a-6(e)(2))
- Definitive Proxy Statement
- Definitive Additional Materials
- Soliciting Material Pursuant to Rule 14a-11(c) or Rule 14a-12

**NOBILITY HOMES, INC.**  
(Name of Registrant as Specified in Its Charter)

\_\_\_\_\_  
(Name of Person(s) Filing Proxy Statement if other than the Registrant)

Payment of Filing Fee (Check the appropriate box):

- No fee required.
- Fee computed on table below per Exchange Act Rules 14a-6(i)(1) and 0-11.

- (1) Title of each class of securities to which transaction applies:  
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- (2) Aggregate number of securities to which transaction applies:  
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- (3) Per unit price or other underlying value of transaction computed pursuant to Exchange Act Rule 0-11 (Set forth the amount on which the filing fee is calculated and state how it was determined):  
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- (4) Proposed maximum aggregate value of transaction:  
\_\_\_\_\_
- (5) Total Fee Paid:  
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- Fee paid previously with preliminary materials.
- Check box if any part of the fee is offset as provided by Exchange Act Rule 0-11(a)(2) and identify the filing for which the offsetting fee was paid previously. Identify the previous filing by registration statement number, or the form or schedule and the date of its filing.

- (1) Amount previously paid:  
\_\_\_\_\_
- (2) Form, schedule or registration statement no.:  
\_\_\_\_\_

(3) Filing party:

(4) Date filed:

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**NOBILITY HOMES, INC.**

**Notice and Proxy Statement**

**NOTICE OF ANNUAL MEETING OF SHAREHOLDERS  
TO BE HELD MARCH 2, 2007**

TO THE HOLDERS OF COMMON STOCK:

PLEASE TAKE NOTICE that the annual meeting of the shareholders of NOBILITY HOMES, INC. will be held on Friday, the 2<sup>nd</sup> day of March, 2007, at 10:00 A.M. local time, at the Ocala Hilton, 3600 S.W. 36<sup>th</sup> Avenue, Ocala, Florida.

The meeting will be held for the following purposes:

1. To elect a board of five directors.
2. To transact such other business as may properly come before the meeting or any adjournment.

**To be sure that your shares will be represented at the meeting, please date, sign and return your proxy, even if you plan to attend in person. A form of proxy and a self-addressed, postage prepaid envelope are enclosed. If you do attend the meeting, you may withdraw your proxy and vote in person.**

By Order of the Board of Directors,

Jean Etheredge, Secretary

DATED: February 2, 2007

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**NOBILITY HOMES, INC.**

**PROXY STATEMENT FOR ANNUAL MEETING OF SHAREHOLDERS  
TO BE HELD MARCH 2, 2007**

This proxy material and the enclosed form of proxy are being sent to the shareholders of Nobility Homes, Inc. on or about February 2, 2007, in connection with the solicitation by our board of directors of proxies to be used at the annual meeting of our shareholders. The meeting will be held at the Ocala Hilton, 3600 S.W. 36<sup>th</sup> Avenue, Ocala, Florida, at 10:00 A.M. local time, on Friday, March 2, 2007.

If the enclosed form of proxy is executed and returned, you may revoke it at any time if it has not yet been exercised, by delivering a later dated proxy or written notice of revocation to our corporate secretary or by attending the annual meeting and electing to vote in person. The shares represented by the proxy will be voted unless the proxy is received in such form as to render it not votable. The proxy is in ballot form so that you may specifically grant or withhold authority to vote for the election of each director. Unless you direct otherwise, the shares represented by the proxy will be voted for the election of each director nominated by the board of directors. Directors will be elected by a plurality of the votes cast by shares entitled to vote at the meeting. Therefore, assuming the presence of a quorum, abstentions and broker non-votes will have no effect on the outcome of the vote.

Shareholders of record at the close of business on January 26, 2007 will be entitled to vote. Each share of common stock is entitled to one vote on any matter to come before the meeting. As of January 26, 2007, we had 4,082,143 shares of common stock outstanding and entitled to vote.

The complete mailing address of our principal executive office is P.O. Box 1659, Ocala, Florida 34478.

**PRINCIPAL HOLDERS OF OUR COMMON SHARES**

The following table sets forth, as of January 26, 2007, information as to our \$.10 par value common stock owned beneficially, directly or indirectly, (1) by each person who is known by us to own beneficially more than 5% of our outstanding voting securities, (2) by each director, (3) by each executive officer named in the summary compensation table set forth elsewhere herein and (4) by all directors and executive officers as a group:

Name and Address of Beneficial Owner(1)	Number of Common Shares Beneficially Owned(1)(2)	Percent of Class
Terry E. Trexler Irrevocable Trust(3) Kay Charlton, Trustee(5) P. O. Box 2146 Winter Park, Florida 32790	2,180,535(4)	53.42%
Terry E. Trexler(6) 3741 S.W. 7th Street Ocala, Florida 34474	2,840(7)	*
Thomas W. Trexler(8)	409,673(9)	10.04%

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Name and Address of Beneficial Owner(1)	Number of Common Shares Beneficially Owned(1)(2)	Percent of Class
3741 S.W. 7th Street Ocala, Florida 34474		
Richard C. Barberie(8) 15300 SE 140 Avenue Road Weirsdale, Florida 32195	825	*
Robert P. Holliday (8) 931 NW 37th Avenue Ocala, Florida 34475	4,935	*
Robert P. Saltsman (8) 222 South Pennsylvania Avenue, Suite 200 Winter Park, Florida 32789	2,537	*
Gabelli Group(10) One Corporate Center Rye, New York 10580	280,246	6.87%
Directors and executive officers (7 persons)	468,232	11.47%

\*Less than 1%

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- (1) Unless otherwise noted, information contained in this table is based upon information furnished by the beneficial owners.
- (2) Unless otherwise noted, all shares are owned directly with sole voting and dispositive power.
- (3) Mr. Terry Trexler established this trust for personal estate and tax planning reasons. Mr. Trexler is the sole beneficiary of the trust and has no voting or dispositive power with respect to the shares held by the trust.
- (4) All shares are owned directly by the Terry E. Trexler Irrevocable Trust. Ms. Charlton has no pecuniary interest in the shares.
- (5) Ms. Charlton is the trustee of the Terry E. Trexler Irrevocable Trust and, as such, is vested with sole voting and dispositive power with respect to all shares owned by the trust.
- (6) Mr. Terry Trexler is our president and chairman of the board. Additional information is contained under Nomination and Election of Directors .
- (7) Includes 2,040 shares held in trust for the benefit of Mr. Trexler's grandchild and 800 shares owned through our 401(K) plan.
- (8) Mr. Thomas Trexler is our executive vice president and director. Messrs. Barberie, Holliday and Saltsman are our directors. Additional information is contained under Nomination and Election of Directors .
- (9) Includes 804 shares owned through our 401(K) plan.
- (10) Mario J. Gabelli, Gabelli Group Capital Partners, Inc., Gabelli Asset Management, Inc., Gabelli Funds, LLC, GAMCO Investors, Inc., Gabelli Advisers, Inc., Gabelli Securities, Inc., Gabelli & Company, Inc., Gabelli & Company, Inc. Profit Sharing Plan, MJG Associates, Inc., Gabelli Foundation, Inc., Lynch Corporation and Lynch Interactive Corporation collectively beneficially own the shares.

## NOMINATION AND ELECTION OF DIRECTORS

At the meeting, a board of five directors will be elected to serve for one year and until the election and qualification of their successors. Your proxy will be voted, unless you withhold authority to do so, for the election as directors of the persons named below, who have been nominated by our current board of directors.

Our bylaws provide that the board of directors shall be made up of no fewer than one nor more than ten directors. The current board of directors has determined that five directors are appropriate for the present time. Proxies cannot be voted for more than five nominees.

Each nominee has consented to being named as such in this proxy statement and is presently available for election. Each nominee presently is a member of the board, having been elected as such at the last annual meeting of the shareholders.

If any nominee should become unavailable, the persons voting the accompanying proxy may, in their discretion, vote for a substitute. Additional information concerning the nominees, based on data furnished by them, is set forth below. Terry E. Trexler is the father of Thomas W. Trexler.

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**The board of directors recommends a vote for the election of each of the following nominees. Proxies solicited by the board of directors will be so voted unless shareholders specify in their proxies a contrary choice.**

Name (Age)	Principal Occupation or Employment; Certain Other Directorships	Year First Became Director
Terry E. Trexler (67)	Our chairman of the board and president for more than five years; Mr. Trexler is also president of TLT, Inc.	1967
Thomas W. Trexler (43)	Our executive vice president and chief financial officer since December 1994; president of Prestige Home Centers, Inc. since June 1995; director of Prestige since and vice president from 1991 to June 1995; president of Mountain Financial, Inc. since August 1992; vice president of TLT, Inc. since September 1991	1993
Richard C. Barberie (68)	Our vice president of purchasing from December 1994 until his retirement in June 1995; our executive vice president for more than five years prior to December 1994	1993
Robert P. Holliday (68)	Our vice president of purchasing from December 1994 until his retirement in June 1995; our executive vice president for more than five years prior to December 1994	1975
Robert P. Saltzman (54)	Attorney and CPA in private practice since 1983; prior to 1983 Mr. Saltzman was employed as a CPA by Arthur Andersen & Co. in Orlando, Florida	1996
		1988

## SECTION 16(a) BENEFICIAL OWNERSHIP REPORTING COMPLIANCE

Under Section 16(a) of the Securities Exchange Act, a Form 4 reporting the acquisition or disposition of Nobility securities by an officer, director or 10% shareholder must be filed with the Securities and Exchange Commission no later than the second business day after the date on which the transaction occurred unless certain exceptions apply. Most transactions not reported on Form 4 must be reported on Form 5 within 45 days after the end of our fiscal year. Based on information provided by our directors and executive officers, during the fiscal year ended November 4, 2006, all required reports were filed on a timely basis with the exception of: (i) one Form 4 that was filed late by Jean Etheredge reporting one transaction consisting of the acquisition of 100 shares of our restricted stock under our stock incentive plan; (ii) one Form 4 that was filed late by Lynn Cramer reporting one transaction consisting of the acquisition of 100 shares of our restricted stock under our stock incentive plan; and (iii) one Form 4 that was filed late by Thomas Trexler reporting one transaction consisting of the acquisition of 106,600 shares of our common stock pursuant to the exercise of stock options under our stock incentive plan. During the fiscal year ended November 5, 2005, all required reports were filed on a timely basis with the exception of one Form 5 that was filed late by Terry Trexler, which reported one transaction consisting of the transfer of 2,180,535 shares of our common stock to the Terry E. Trexler Irrevocable Trust.

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**BOARD OF DIRECTORS AND COMMITTEES**

Our board of directors is comprised of a majority of independent directors. The board of directors has determined that Messrs. Richard Barberie, Robert Holliday and Robert Saltsman are all independent according to current Nasdaq rules. During the fiscal year ended November 4, 2006, the board of directors held four regular meetings. All directors attended 100% of the meetings of the board of directors and committees of the board on which they served. During the year ended November 4, 2006, directors who were not our employees were paid quarterly fees of \$2,000 with the exception of Robert Saltsman, the chairman of the audit committee, who received \$3,250.

Our board of directors has established three standing committees; a salary review committee, an audit committee and a nominating committee.

**Salary Review Committee.** The salary review committee is presently comprised of Messrs. Richard Barberie, Robert Holliday and Robert Saltsman. The salary review committee meets each quarter and recommends to the board of directors the salaries and bonuses, if any, to be paid to the executive officers. The salary review committee met four times during fiscal year 2006.

**Audit Committee.** The audit committee has been established in accordance with Section 3(a)(58)(A) of the Securities Exchange Act. During fiscal 2006, the audit committee was comprised of Messrs. Robert Saltsman, Robert Holliday and Richard Barberie, all of whom are considered independent under current Nasdaq rules. The audit committee has a written charter which establishes the scope of the committee's responsibilities and how it is to carry out those responsibilities. The audit committee charter charges the committee with overseeing management's conduct of our financial reporting process, including: (1) the integrity of our financial statements, (2) our compliance with legal and regulatory requirements, and (3) the independence and performance of our internal and external auditors. The audit committee met four times during fiscal 2006.

The board of directors has determined that Mr. Robert Saltsman is the audit committee financial expert, and is independent under current Nasdaq rules.

**Nominating Committee.** The board of directors has established a nominating committee comprised of Messrs. Robert Saltsman, Robert Holliday and Richard Barberie, all of whom are considered independent under current Nasdaq rules. The nominating committee's charter is available on our website at [www.nobilityhomes.com](http://www.nobilityhomes.com). The nominating committee will consider suggestions for potential director nominees from many sources, including management and our shareholders. Any such nominations, together with appropriate biographical information, should be submitted to the nominating committee by following the procedure for submitting shareholder proposals set forth in the Shareholder Proposals and Communication with the Board of Directors section elsewhere in this proxy statement.

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In evaluating director nominees, including candidates submitted by shareholders, the nominating committee will consider the candidate's experience, integrity, ability to make independent analytical inquiries, understanding of our business environment and willingness to devote adequate time to board duties. The nominating committee will also consider whether a candidate meets the definition of independent director under Nasdaq rules. There are no stated minimum criteria for director nominees, and the nominating committee may also consider such other factors as it deems to be in the best interest of Nobility and its shareholders.

**EXECUTIVE COMPENSATION**

The following table summarizes the compensation paid or accrued by us for services rendered during the years indicated by our chief executive officer and our executive vice president, the only other executive officer who had total salary and bonus exceeding \$100,000 during the fiscal year ended November 4, 2006. We did not grant any stock options, restricted stock awards or stock appreciation rights or make any long-term incentive plan payouts to the named executive officers during the years indicated.

**SUMMARY COMPENSATION TABLE**

Name & Principal Position	Annual Compensation			
	Year Ended	Salary	Bonus	All Other Compensation
	11/04/06	\$ 93,500	\$ 150,000	\$ 39,395 <sup>(1)</sup>

## Annual Compensation

Terry E. Trexler President and Chairman of the Board	11/05/05	\$	93,500	\$	125,000	\$	39,395 <sup>(1)</sup>
	11/06/04	\$	93,500	\$	100,000	\$	39,395 <sup>(1)</sup>
	11/04/06	\$	93,500	\$	200,000	\$	16,220 <sup>(2)</sup>
Thomas W. Trexler Executive Vice President	11/05/05	\$	93,500	\$	125,000	\$	16,220 <sup>(2)</sup>

(1) All other compensation represents insurance premiums paid or accrued by us on two life insurance policies on the life of Mr. Terry E. Trexler. The proceeds of the two policies will be paid to Mr. Trexler's designated beneficiaries in the event of his death.

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(2) Represents the total annual premiums paid or accrued by us on an insurance policy on the life of Mr. Thomas W. Trexler. In the event of Mr. Trexler's death, the proceeds will be paid to Mr. Trexler's designated beneficiaries.

The following table sets forth information concerning the value realized upon the exercise of options during the fiscal year ended November 4, 2006 by the executive officers named in the summary compensation table above.

## AGGREGATED OPTION EXERCISES DURING FISCAL 2006

Name	Number of Shares Acquired Upon Exercise Options	Value Realized Upon Exercise	Number of Unexercised Options at November 4, 2006
Terry E. Trexler	0	\$ 0	0
Thomas W. Trexler	106,600	\$1,976,364	0

## COMPENSATION COMMITTEE REPORT ON EXECUTIVE COMPENSATION

The salary review committee consists of Messrs. Richard Barberie, Robert Holliday and Robert Saltsman. Our executive compensation policy seeks to fairly compensate executives for their performance and contributions to us and to provide incentives that will attract and retain key employees. Compensation of executive officers for performance in fiscal 2006 generally consisted of a base salary and profit bonuses tied to our performance.

Base salaries and profit bonuses historically have been reviewed and adjusted from time to time based primarily on a non-quantitative assessment of factors such as an individual's performance, contributions, changes in job responsibilities, our performance and economic conditions. The salary review committee reviewed and approved the base salary and the profit bonuses provided to executive officers in fiscal 2006. In doing so, the salary review committee considered (i) our financial results for fiscal 2006 and the continued improvement in our financial condition and (ii) certain non-quantitative factors, with emphasis on the qualitative performance of our executives. It is an objective of the salary review committee to maintain base salaries that are reflective of the individual executive's experience and responsibilities level and that are competitive with the salary levels of executives at other companies engaged in the same or similar line of business with revenues in a range comparable to ours.

The base salary of the chairman, president and chief executive officer has remained unchanged at his request. His bonuses are tied directly to the net profit before income taxes of the overall company and are approved on a quarterly basis by the salary review committee. It is the committee's belief that the CEO is undercompensated compared to the compensation paid to chief executive officers by other companies in the industry of similar size and performance. However, it is the CEO's desire to maintain his compensation in its present range, with a major incentive for his performance taking the form of increases in the value of his substantial stock ownership in Nobility. The base salary of the executive vice president and chief financial officer was increased in fiscal 2005.

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Section 162(m) of the Internal Revenue Code, enacted in 1993, precludes a public corporation from deducting compensation of more than \$1 million each for its chief executive officer or for certain of its four other highest paid officers. Certain performance-based compensation is exempt from this limitation. Because non-exempt forms of compensation to our officers are not expected to be anywhere near \$1 million, the salary review committee does not presently have a policy regarding whether it would authorize compensation that would not be deductible by us for federal income tax purposes by reason of Section 162(m).

Robert Holliday, Chairman  
Richard Barberie  
Robert Saltsman

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### SHAREHOLDER RETURN PERFORMANCE

The following graph compares our cumulative total shareholder return on our common stock from November 2, 2001, to November 4, 2006, with the cumulative total return of a peer issuer group selected by Nobility and the Nasdaq National Market Index.

ASSUMES \$100 INVESTED ON NOVEMBER 2, 2001  
ASSUMES DIVIDEND REINVESTED  
FISCAL YEAR ENDED NOVEMBER 4, 2006

(1) Nobility has selected the following peer issuer group for comparison purposes:

**Cavalier Homes, Inc.**  
**Champion Enterprises, Inc.**  
**Fleetwood Enterprises**

**Liberty Homes, Inc. CL A**  
**Palm Harbor Homes, Inc.**  
**Skyline Corp.**

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### AUDIT COMMITTEE REPORT

The purpose of the audit committee is to assist the board of directors in its oversight of management's conduct of our financial reporting process. During the fiscal year ended November 4, 2006, the audit committee was comprised of Messrs. Robert Saltsman, Robert Holliday and Richard Barberie, each of whom is independent under current Nasdaq rules. For the fiscal year ended November 4, 2006 the audit committee:

Reviewed and discussed our fiscal 2006 financial statements with management and representatives of Tedder, James, Worden & Associates, P.A., our independent public accountants;

Discussed with Tedder, James, Worden & Associates, P.A. the matters required to be discussed by Statement on Auditing Standards Nos. 61, 89 and 90;



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Received the written disclosures and the letter from Tedder, James, Worden & Associates, P.A. required by Independence Standards Board Standard No. 1, and discussed with Tedder, James, Worden & Associates, P.A. its independence; and

Based on the foregoing review, discussions and disclosures, recommended to the board of directors that our audited financial statements for the fiscal year ended November 4, 2006 be included in our annual report on Form 10-K for the fiscal year.

Robert Saltsman, Chairman  
Robert Holliday  
Richard Barberie

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### CERTAIN TRANSACTIONS

We are the owner and beneficiary of three life insurance policies on the life of Terry E. Trexler having an aggregate death benefit of approximately \$2 million. In September 2001, we entered into an agreement with Mr. Trexler pursuant to which the proceeds of these life insurance policies will be used to purchase shares of our common stock from his estate. The number of shares to be purchased will be determined by dividing the amount of the insurance proceeds by the average closing price of our common stock for the five days prior to Mr. Trexler's death.

Terry E. Trexler and Thomas W. Trexler each own 50% of the stock of TLT, Inc., which develops, owns and manages manufactured home communities in Florida that cater to the retirement market. During fiscal 2006, we had sales to TLT manufactured home communities of \$117,595. Our management anticipates that TLT and related manufactured home communities will continue to purchase homes from us during fiscal 2007 and beyond until TLT's manufactured home communities are built out.

### INDEPENDENT PUBLIC ACCOUNTANTS

The board of directors has selected Tedder, James, Worden & Associates, P.A. ( Tedder, James ) to serve as our independent certified public accountants for the current fiscal year ending November 3, 2007. That firm has served as our auditors since June 15, 2003. A representative of Tedder, James is expected to be present at the annual meeting of shareholders and will be accorded the opportunity to make a statement, if he so desires, and to respond to appropriate questions from shareholders.

The following table provides information relating to the fees Tedder, James billed or will bill to us for the fiscal years ended November 4, 2006 and November 5, 2005.

	<u>Audit Fees<sup>(1)</sup></u>	<u>Audit-Related Fees</u>	<u>Tax Fees<sup>(2)</sup></u>	<u>All Other Fees</u>	<u>Total Fees</u>
<b>Fiscal Year 2006</b>	\$ 64,500	\$ 0	\$ 10,500	\$ 500	\$ 75,500
<b>Fiscal Year 2005</b>	\$ 59,500	\$ 0	\$ 10,500	\$ 500	\$ 70,500

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(1) Audit fees include all fees for services in connection with the annual audit of our financial statements and review of our quarterly financial statements.

(2) Tax fees are for preparation of federal and state income tax returns. The audit committee discussed these services with Tedder, James and determined that their provision would not impair Tedder, James' independence.

All decisions regarding selection of independent accounting firms and approval of accounting services and fees are made by our audit committee in accordance with the provisions of the Sarbanes-Oxley Act of 2002. There are no exceptions to the policy of securing pre-approval of our audit committee for any service provided by our independent accounting firm.

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**SHAREHOLDER PROPOSALS AND  
COMMUNICATION WITH THE BOARD OF DIRECTORS**

Any shareholder desiring to present a proposal to be included in our proxy statement pursuant to Rule 14a-8 for the next annual meeting of the shareholders scheduled to be held in early March 2008, should submit a written copy of such proposal to our principal offices no later than October 5, 2007. Notice of a shareholder proposal submitted otherwise than pursuant to Rule 14a-8 will be considered untimely if received after December 4, 2007, and the persons named in proxies solicited by our board for the annual meeting of shareholders to be held in 2008 may exercise discretionary voting power with respect to any such proposal as to which we do not receive timely notice. Proposals should be submitted by certified mail, return receipt requested.

Shareholders who wish to communicate with the board of directors or with a particular director may send a letter to our corporate secretary at P.O. Box 1659, Ocala, Florida 34478. The mailing envelope should contain a clear notation indicating that the enclosed letter is a Shareholder-Board Communication or Shareholder-Director Communication. All such letters should identify the author as a shareholder and clearly state whether the intended recipients are all members of the board or just certain specified individual directors. Our corporate secretary will make copies of all such letters and circulate them to the appropriate director or directors.

We do not have a formal policy requiring directors to attend annual meetings. However, because the annual meeting generally is held on the same day as a regular board meeting, we anticipate that directors would attend the annual meeting unless, for some reason, they are unable to attend the board meeting on the same date. All directors attended the 2006 annual meeting.

**ANNUAL REPORT**

A copy of our annual report for the fiscal year ended November 4, 2006, accompanies this proxy statement. Any shareholder who would like an additional copy of the annual report may obtain one by writing our corporate treasurer at Post Office Box 1659, Ocala, Florida 34478 or by visiting our website at [www.nobilityhomes.com](http://www.nobilityhomes.com).

**OTHER MATTERS**

Management does not know of any other matters to come before the meeting. However, if any other matters properly come before the meeting, it is the intention of the persons designated as proxies to vote in accordance with their best judgment on such matters.

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**EXPENSES OF SOLICITATION**

The cost of soliciting proxies will be borne by us. We do not expect to pay any compensation for the solicitation of proxies but may reimburse brokers and other persons holding stock in their names, or in the names of nominees, for their expenses of sending proxy material to principals and obtaining their proxies.

**Please specify your choices, date, sign and return the enclosed proxy in the enclosed envelope, postage for which has been provided. A prompt response is helpful. Your cooperation will be appreciated.**

Date: February 2, 2007

**[X] PLEASE MARK VOTES  
AS IN THIS EXAMPLE**

**REVOCABLE PROXY  
NOBILITY HOMES, INC.**

**PROXY SOLICITED ON BEHALF OF THE BOARD OF DIRECTORS  
FOR ANNUAL  
MEETING OF SHAREHOLDERS March 2, 2007**

		For	With- hold	For all Except
Proposal 1.	Election of Directors nomi-nated by the Board of Directors (except as marked to the contrary below):	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

The undersigned, having received the Notice of Annual Meeting of Shareholders and Proxy Statement appoints Terry E. Trexler and Jean Etheredge, and each or either of them, as proxies, with full power of substitution and resubstitution, to represent the undersigned and to vote all shares of common stock of Nobility Homes, Inc., which the undersigned is entitled to vote at the Annual Meeting of Shareholders of the Company to be held on March 2, 2007 and at any and all adjournments thereof, in the manner specified.

**Terry E. Trexler, Richard C. Barberie, Robert P. Holliday,  
Robert P. Saltsman and Thomas W. Trexler**

INSTRUCTION: To withhold authority to vote for any individual nominee, mark "For All Except" and write that nominee's name in the space provided below.

**THIS PROXY WILL BE VOTED AS DIRECTED, OR IF NO  
DIRECTION IS INDICATED, WILL BE VOTED "FOR"  
ELECTION OF THE DIRECTORS.**

Should any other matters requiring a vote of the shareholders arise, the above named proxies are authorized to vote the same in accordance with their best judgment in the interest of the Company. The Board of Directors is not aware of any matter which is to be presented for action at the meeting other than the matters set forth herein.

Please be sure to sign and date  
This Proxy in the box below.

\_\_\_\_\_

Please sign exactly as name appears hereon. Joint owners should each sign. When signing as attorney, executor, administrator, trustee or guardian, please give full title as such.

Shareholder sign above                      Co-holder (if any) sign above

\_\_\_\_\_

**Detach above card, sign, date and mail in postage paid envelope provided.**

**NOBILITY HOMES, INC.**

\_\_\_\_\_

**PLEASE ACT PROMPTLY  
SIGN, DATE & MAIL YOUR PROXY CARD TODAY**

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