

HELLABY HOLDINGS LIMITED

3 March 2006

HELLABY HALF YEAR PROFIT ANNOUNCEMENT

The Directors of Hellaby Holdings today announced the Company's financial results for the six months to 31 December 2005, details of which are attached.

The Hellaby Group's tax paid profit for the six months to 31 December 2005 was \$9.3 million, a 9.7% decrease on the \$10.3 million profit achieved in the same period last year.

Hellaby directors note that the current year's profit was calculated in accordance with the newly adopted International Financial Reporting Standards (IFRS) and re-stating last year's result on a comparable basis results in an after tax profit of \$11.2 million.

The result represents an 18.2% annualised tax paid return on average shareholders funds with annualised earnings of 37.8 cents per share and asset backing of \$2.08 per share.

The Group's earnings before interest and tax (EBIT) increased by 5% to \$19.0 million reflecting higher earnings from the automotive, retail and diversified companies divisions but this was offset by higher borrowing costs and an increase in the effective rate of income tax from 24% last year to 33% this year.

Hellaby Directors announced a number of measures to fund future acquisition opportunities, ongoing working capital requirements and to further strengthen the Group's financial base to support future growth. Hellaby has resolved to:

- arrange a Capital Note issue of \$35 - 40 million which it is anticipated will be allocated by 30 June 2006.
- actively pursue the sale of certain non-core investments
- introduce a dividend re-investment plan to allow shareholders to elect to receive Hellaby shares, at a discount to the ruling market price, in lieu of cash dividends. Full details of the plan will be sent to shareholders shortly.

Hellaby directors have approved an interim dividend of 15 cents per share fully imputed (last year 19 cents per share). The dividend is payable on Friday 28 April 2006 (ex dividend 21 April 2006). This will allow time for the introduction of the dividend re-investment plan and give shareholders time to elect whether they wish to participate.

While the current uncertain economic climate makes it difficult to accurately predict the full year's result, Hellaby directors believe that if current trading conditions continue the Group's underlying after tax trading profit for the year to 30 June 2006 is likely to be in the range of 5% to 10% below the underlying profit of \$19.9 million achieved last year.

For further information please contact:

David Houldsworth
MANAGING DIRECTOR

(09) 306 7405 or
021 722 455

Hellaby Holdings Limited
Consolidated Income Statement
For the six months ended 31 December 2005 (unaudited)

	6 months ended 31 December	
	2005	2004
	\$'000	\$'000
Revenue		
Sale of goods	250,052	186,625
Other revenue	2,860	1,981
	<hr/>	<hr/>
Total income	252,912	188,606
Expenses		
Cost of sales of goods	143,380	103,952
Sales, distribution and marketing	11,734	7,665
Rental & operating leases	22,146	16,198
Salaries & wages	38,363	28,836
Depreciation & amortisation	5,488	4,433
Other expenses	12,780	9,342
	<hr/>	<hr/>
Profit before finance costs	19,021	18,180
Less finance costs	4,739	2,484
Plus share of profit from associates	173	25
	<hr/>	<hr/>
Profit before income tax	14,455	15,721
Income tax	4,778	3,821
	<hr/>	<hr/>
Profit after tax	9,677	11,900
Profit attributable to minority interest	377	679
	<hr/>	<hr/>
Profit attributable to shareholders of Hellaby Holdings Limited	9,300	11,221
	<hr/> <hr/>	<hr/> <hr/>
	Cents	Cents
Earnings per share for profit attributable to the shareholders of the company:		
Six months earnings per share	18.9	22.8
Annualised earnings per share	37.8	45.6

Hellaby Holdings Limited
Consolidated Balance Sheet
As at 31 December 2005 (unaudited)

	31 December 2005 \$'000	30 June 2005 \$'000	31 December 2004 \$'000
ASSETS			
Current assets			
Inventories	126,242	94,181	93,179
Derivative financial instruments	835	-	-
Receivables	46,670	45,446	41,152
Cash and cash equivalents	5,085	5,601	5,225
Other current assets	2,932	346	5,781
Total current assets	<u>181,764</u>	145,574	145,337
Non-current assets			
Property, plant and equipment	42,265	38,474	36,309
Intangible assets	66,625	44,145	37,101
Future tax benefit	4,486	10,139	3,800
Other non-current assets	8,830	8,391	9,334
Total non-current assets	<u>122,206</u>	101,149	86,544
Total assets	<u>303,970</u>	246,723	231,881
LIABILITIES			
Current liabilities			
Derivative financial instruments	387	-	-
Current tax liabilities	921	-	6,314
Payables	55,020	42,546	40,913
Borrowings	18,141	11,100	11,693
Total current liabilities	<u>74,469</u>	53,646	58,920
Non-current liabilities			
Payables	11,695	1,084	-
Borrowings	111,549	83,000	66,500
Other non-current liabilities	1,409	2,244	2,565
Total non-current liabilities	<u>124,653</u>	86,328	69,065
Total liabilities	<u>199,122</u>	139,974	127,985
Net assets	<u>104,848</u>	106,749	103,896

Hellaby Holdings Limited
Consolidated Balance Sheet
As at 31 December 2005 (unaudited)

	31 December	30 June	31 December
	2005	2005	2004
	\$'000	\$'000	\$'000
EQUITY			
Contributed equity	16,286	16,286	16,287
Cash flow hedge reserve	249	-	-
Retained profits	85,675	86,256	83,630
	102,210	102,542	99,917
Shareholders' equity			
Minority interest	2,638	4,207	3,979
	104,848	106,749	103,896
Total equity			

**APPENDIX I (Rule 10.4)
PRELIMINARY HALF YEAR REPORT ANNOUNCEMENT**

Hellaby Holdings Limited
For Half Year Ended 31 December 2005.
(referred to in this report as the "current half year")

Preliminary **half year** report on consolidated results (including the results for the previous corresponding half year) in accordance with Listing Rule 10.4.2. This report has been prepared in a manner which complies with generally accepted accounting practice and gives a true and fair view of the matters to which the report relates [see Note (X) attached] and is based on **unaudited** financial statements. If the report is based on audited financial statements, any qualification made by the auditor is to be attached.

The Listed Issuer has a formally constituted Audit Committee of the Board of Directors.

[PLEASE REFER TO ATTACHED NOTES WHEN COMPLETING THIS FORM]

*CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE			
	Current half year \$NZ'000	Up %	Previous corresponding half year \$NZ'000
1. CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE			
OPERATING REVENUE			
(a) Trading revenue	250,052	34% up	186,625
(b) Other revenue	2,860	44% up	1,981
(c) Total operating revenue	252,912	34% up	188,606
1.2 OPERATING SURPLUS BEFORE TAXATION	14,455	8% down	15,721
(a) Less taxation on operating result	(4,778)	25% up	(3,821)
1.3 OPERATING SURPLUS AFTER TAX	9,677	19% down	11,900
(a) Extraordinary Items after tax [detail in Item 3]	-		-
(b) Unrealised net change in value of investment properties	-		-
1.4 NET SURPLUS FOR THE PERIOD	9,677		11,900
(a) Net Surplus attributable to minority interests	(377)	44% down	(679)
NET SURPLUS ATTRIBUTABLE TO MEMBERS OF THE LISTED ISSUER	9,300	17% down	11,221

*CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE		
	Current half year \$NZ'000	Previous corresponding half year \$NZ'000
2. DETAILS OF SPECIFIC RECEIPTS/OUTLAYS, REVENUES/EXPENSES FOR HALF YEAR		
2.1 INCLUDED IN CONSOLIDATED STATEMENT OF FINANCIAL PERFORMANCE		
(a) Interest revenue	87	79
(b) # Unusual items for separate disclosure (detail – Item 3)	-	-
(c) Equity earnings [detail – Item 16]	173	25
(d) Interest expense included in Item 1.2 (include all forms of interest, etc)	(4,826)	(2,563)
(e) Leasing and renting expenses	(22,146)	(16,198)
(f) Depreciation	(5,020)	(4,281)
(g) Diminution in the value of assets (other than depreciation)	(37)	(64)

4. STATEMENT OF MOVEMENTS IN EQUITY	STATEMENT OF MOVEMENTS IN EQUITY	
	Current half year \$NZ'000	Previous corresponding half year \$NZ'000
4.1 NET SURPLUS ATTRIBUTABLE TO MEMBERS OF LISTED ISSUER	9,300	11,221
(a) Net Surplus attributable to minority interest	377	679
4.2 OTHER RECOGNISED REVENUE AND EXPENSES		
(a) Increase in cash flow hedge reserve	249	-
(b) Fair value of financial instruments on adoption of NZ IFRS net of tax	(41)	-
(c) Minority interest in other recognized revenue and expenses	-	-
4.3 TOTAL RECOGNISED REVENUES AND EXPENSES	9,885	11,900
4.4 OTHER MOVEMENTS		
(a) Contributions by Owners	-	-
(b) Distributions to Owners	(9,840)	(9,347)
(c) Movement in Minority Interest	(1,946)	(311)
4.5 EQUITY AT BEGINNING OF HALF YEAR	106,749	101,654
4.6 EQUITY AT END OF HALF YEAR	104,848	103,896

5. EARNINGS PER SECURITY Calculation of basic and fully diluted, EPS in accordance with IAS33: Earnings Per Share	EARNINGS PER SECURITY	
	Current half year	Previous corresponding half year
(a) Six months EPS	18.9 cents	22.8 cents
(b) Annualised EPS	37.8 cents	45.6 cents

6. MATERIAL ACQUISITIONS OF SUBSIDIARIES [see Note (VII) attached]:

(a) Name of subsidiary or group of subsidiaries	Discount Shoe Warehouse
(b) Percentage of ownership acquired	80% (refer note below)
(c) Date from which such contribution has been calculated	1 July 2005

On 1 July 2005 Hellaby Holdings acquired 80% of Discount Shoe Warehouse (DSW), with an agreement to acquire the remaining 20% on 31 August 2007.

As Hellaby has a 100% beneficial interest in DSW it has been consolidated as a wholly-owned subsidiary.

7. MATERIAL DISPOSALS OF SUBSIDIARIES [see Note (VII) attached]:

(a) Name of subsidiary or group of subsidiaries	
(b) Contribution of subsidiaries to consolidated net *Surplus (Deficit) (item 1.4)	\$
(c) Date to which such contribution has been calculated	
(d) Contribution to consolidated net *Surplus (Deficit) (item 1.4) for the previous corresponding half year/full year	\$
(e) Contribution to consolidated net *Surplus (Deficit) (item 1.4) from sale of subsidiary	\$

8. REPORTS FOR INDUSTRY AND GEOGRAPHICAL SEGMENTS

Information on the industry and geographical segments of the Listed Issuer to be reported for the half year in accordance with the provisions of SSAP:23: Financial Reporting for Segments. Because of the differing nature and extent of segments among Listed Issuers, no complete proforma is provided, and the segment information should be completed separately and attached to this report. However, the following shows a suitable list of items for presentation and indicates which amounts should agree with items included elsewhere in the half year report:

SEGMENTS

Industry

	Revenue \$000	Surplus/(Deficit) \$000	Assets \$000
2005			
Automotive	48,703	5,961	55,210
Industrial	67,265	3,480	80,680
Retail	110,948	8,121	123,174
Other	23,136	1,255	25,299
Corporate Office and Investment	-	(93)	19,607
Interest	-	(4,739)	-
Taxation	-	(4,685)	-
Total	250,052	9,300	303,970

	Revenue \$000	Surplus/(Deficit) \$000	Assets \$000
2004			
Automotive	45,896	5,645	47,673
Industrial	58,557	3,690	81,451
Retail	72,224	7,665	73,505
Other	9,948	1,035	11,872
Corporate Office and Investment	-	(509)	17,380
Interest	-	(2,484)	-
Taxation	-	(3,821)	-
Total	186,625	11,221	231,881

Geographic

	Revenue \$000	Surplus/(Deficit) \$000	Assets \$000
2005			
New Zealand	247,647	9,066	300,607
Australia	2,405	175	3,097
United States	-	59	266
Total	250,052	9,300	303,970

	Revenue \$000	Surplus/(Deficit) \$000	Assets \$000
2004			
New Zealand	185,409	11,181	230,183
Australia	1,216	17	1,500
United States	-	23	198
Total	186,625	11,221	231,881

[Note (VIII) attached has particular relevance for the preparation of this statement]

CONSOLIDATED STATEMENT OF FINANCIAL POSITION			
9. CURRENT ASSETS	At end of current half year \$NZ'000	At end of last year \$NZ'000	At end of last half year \$NZ'000
(a) Cash	5,085	5,601	5,225
(b) Trade receivables	46,670	45,446	41,152
(c) Investments	320	346	472
(d) Inventories	126,242	94,181	93,179
(e) Current portion of future tax benefit	2,612	-	5,309
(f) Derivative financial instruments	835	-	-
TOTAL CURRENT ASSETS	181,764	145,574	145,337
9.1 NON-CURRENT ASSETS			
(a) Trade receivables	-	-	-
(b) Investments	8,830	8,391	9,334
(c) Inventories	-	-	-
(d) Property, plant and equipment	42,265	38,474	36,309
(e) Goodwill	56,650	34,026	27,350
(f) Future tax benefit	4,486	10,139	3,800
(g) Other Intangible Assets	9,975	10,119	9,751
(h) Other assets, non current	-	-	-
9.2 TOTAL NON-CURRENT ASSETS	122,206	101,149	86,544
9.3 TOTAL ASSETS	303,970	246,723	231,881
9.4 CURRENT LIABILITIES			
(a) Trade Creditors	55,020	42,546	40,913
(b) Income in advance, current	-	-	-
(c) Secured loans	18,141	11,100	11,693
(d) Unsecured loans	-	-	-
(e) Provisions, current – Taxation	921	-	6,314
(f) Derivative financial instruments	387	-	-
TOTAL CURRENT LIABILITIES	74,469	53,646	58,920
9.5 NON-CURRENT LIABILITIES			
(a) Accounts payable, non-current	-	-	-
(b) Secured loans	111,549	83,000	66,500
(c) Unsecured loans	-	-	-
(d) Provisions, non-current	13,104	3,328	2,565
(e) Deferred Taxation Liability, non-current	-	-	-
(f) Other liabilities, non-current	-	-	-
9.6 TOTAL NON-CURRENT LIABILITIES	124,653	86,328	69,065

9.7 TOTAL LIABILITIES	199,122	139,974	127,985
9.8 NET ASSETS	104,848	106,749	103,896
9.9 SHAREHOLDERS' EQUITY			
(a) Share capital	16,286	16,286	16,287
(b) Reserves (optional)	-	-	-
(i) Revaluation reserve			
(ii) Other reserves	249	-	-
(c) Retained Surplus	85,675	86,256	83,630
9.10 SHAREHOLDERS' EQUITY ATTRIBUTABLE TO MEMBERS OF THE LISTED ISSUER	102,210	102,542	99,917
(a) Minority equity interests in subsidiaries	2,638	4,207	3,979
9.1 TOTAL SHAREHOLDERS' EQUITY	104,848	106,749	103,896
(a) Returns on Assets (%) (EBIT divided by average Total Assets)	6.9%	15.7%	8.6%
(b) Tax Paid Return on Equity (%) (Net Income divided by average Shareholders' Equity)	8.8%	22.3%	10.9%
(c) Debt to Equity Ratio (%) (Total Liabilities divided by Shareholders' Equity)	190%	131%	123%

[See Note (IX) attached]

10. CASH FLOWS RELATING TO OPERATING ACTIVITIES

	CONSOLIDATED STATEMENT OF CASH FLOWS FOR HALF YEAR	
	Current half year \$NZ'000	Previous corresponding half year \$NZ'000
(a) Receipts from customers	285,638	222,130
(b) Interest received	92	66
(c) Dividends received	262	1,158
(d) Payment to suppliers and employees	(282,204)	(208,587)
(e) Interest paid	(4,392)	(2,604)
(f) Income taxes paid	(2,163)	(1,752)
(g) Other cash flows relating to operating activities	-	-
NET OPERATING FLOWS	(2,767)	10,411

[See Note (IX) attached]

11. CASH FLOWS RELATED TO INVESTING ACTIVITIES

	Current half year \$NZ'000	Previous corresponding half year \$NZ'000
(a) Cash proceeds from sale of property, plant and equipment	4,745	1,307
(b) Cash proceeds from sale of equity investments	-	844
(c) Loans repaid	17	486
(d) Cash paid for purchases of property, plant and equipment	(7,862)	(8,208)
(e) Interest paid - capitalised	-	-
(f) Cash paid for purchases of equity investments	(14,570)	(26,664)
(g) Loans made	-	(26)
(h) Other cash flows relating to investing activities	-	(750)
NET INVESTING CASH FLOWS	(17,670)	(33,011)

See Note (IX) attached] 12. CASH FLOWS RELATED TO FINANCING ACTIVITIES	Current half year \$NZ'000	Previous corresponding half year \$NZ'000
(a) Cash proceeds from issue of shares, options, etc	-	-
(b) Borrowings	31,615	36,840
(c) Repayment of borrowings	(2,270)	(693)
(d) Dividend paid	(9,890)	(9,986)
(e) Other cash flows relating to financing activities	-	-
NET FINANCING CASH FLOWS	19,455	26,161

[See Note (IX) attached]	Current half year \$NZ'000	Previous corresponding half year \$NZ'000
13. NET INCREASE (DECREASE IN CASH HELD)	(982)	3,561
(a) Cash at beginning of half year	5,537	485
(b) Exchange rate adjustments to Item 12.3(a) above	7	(24)
(c) CASH AT END OF HALF YEAR	4,562	4,022

14. NON-CASH FINANCING AND INVESTING ACTIVITIES

Provide details of financing and investing transactions which have had a material effect on group assets and liabilities but did not involve cash flows.

15. RECONCILIATION OF CASH

For the purposes of the above statement of cash flows, cash includes

Cash at the end of the half year as shown in the statement of cash flows is reconciled to the related items in the financial statements as follows:	Current half year \$NZ'000	Previous corresponding half year \$NZ'000
Cash on hand and at bank	5,085	5,225
Deposits at call	-	-
Bank overdraft	(523)	(1,203)
Other (provide details eg. Term Deposits)	-	-
TOTAL = CASH AT END OF HALF YEAR [Item 13(c)]	4,562	4,022

16. EQUITY ACCOUNTED INVESTMENTS IN ASSOCIATES

Information attributable to the reporting group's share of investments in associates and other material interests to be disclosed by way of separate note below (refer FRS-38 Accounting for Investments in Associates).

EQUITY ACCOUNTED EARNINGS FROM ASSOCIATES
16.1 GROUP SHARE OF RESULTS OF ASSOCIATES

- (a) OPERATING SURPLUS BEFORE TAX
- (b) Less Tax
- (c) OPERATING SURPLUS AFTER TAX
- (i) Extraordinary items
- (d) NET SURPLUS AND EXTRAORDINARY ITEMS AFTER TAX

	Current half year \$NZ'000	Previous corresponding half year \$NZ'000
	324	136
	151	111
	173	25
	-	-
	173	25

16.2 MATERIAL INTERESTS IN CORPORATIONS NOT BEING SUBSIDIARIES

- (a) THE GROUP HAS A MATERIAL (FROM GROUP'S VIEWPOINT) INTEREST IN THE FOLLOWING CORPORATIONS:

Name	Percentage of ordinary shares held at end of half year		Contribution to net surplus (item 1.5)	
	Current half year	Previous corresponding half year/	Current half year \$NZ'000	Previous corresponding half year \$NZ'000
EQUITY ACCOUNTED ASSOCIATES				
			Equity Accounted in Current Year	
Bombay Petfoods Limited	49.0%	49.0%)	
Energy Intellect Limited	25.0%	32.0%)	173
)	25
NZ Wool Services International Limited	20.0%	20.0%)	
)	
OTHER MATERIAL INTERESTS			Not Equity Accounted in Current Year	

- (b) **INVESTMENT IN ASSOCIATES**

Carrying value of investments in associates at beginning of half year

Share of changes in associates' post acquisition surpluses/and reserves:

- Retained surplus

Additions/(Disposals)

Net goodwill amortisation and impairment adjustments in the period

Less Dividends received in the period

Equity carrying value of investments at the end of half year

EQUITY ACCOUNTED INVESTMENT IN ASSOCIATES

	Current half year NZ'000	Previous corresponding half year \$NZ'000
	8,387	9,620
	173	25
	-	(745)
	-	(64)
	(227)	(567)
	8,333	8,269

Amount of goodwill included in the carrying value at end of that half year

	-		-
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17. ISSUED AND QUOTED SECURITIES AT END OF CURRENT HALF YEAR

Category of Securities	Issued	Number	Quoted	Number	Cents	Paid-Up Value (if not fully paid)
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PREFERENCE SHARES:						
# (Description)						
Issued during current half						

ORDINARY SHARES						
Issued	50,311,302					Fully paid
Less Treasury Stock	<u>1,114,406</u>					
Quoted	49,196,896					

CONVERTIBLE NOTES						
# (Description)						
Issued during current half year						

OPTIONS:				
			Exercise Price	Expiry Date
Issued during current half year				
DEBENTURES – Total only:		\$		
UNSECURED NOTES – Totals only:		\$		
OTHER SECURITIES		\$	\$	

Description includes rate of dividend or interest and any redemption or conversion rights together with the prices and dates thereof.

18. COMMENTS BY DIRECTORS If no report in any section, state NIL. If insufficient space below, provide details in the pages attached to this report.

(a) Material factors affecting the revenues and expenses of the group for the current half year - **Refer attached report**.....

(b) Significant trends or events since end of current half year

(c) Changes in accounting policies since last Annual Report and/ or last Half Yearly Report to be disclosed**Now based on NZ IFRS**.....

(d) Critical Accounting Policies – Management believes the following to be critical accounting policies. That is they are both important to the portrayal of the Issuer's financial condition and results, as they require management to make judgments and estimates about matters that they are inherently uncertain

(e) Management's discussion and analysis of financial condition, result, and/or operations (optional) – this section should contain forward looking statements that should outline where these involved risk and uncertainty.

.....
.....
(f) Other Comments
.....
.....

19. INTERIM DIVIDEND

- (a) Gross Dividend Yield at 1:00 pm 3 March 2006 - .4.5%.....
- (b) Net Dividend Yield at 1:00 pm 3 March 2006 -.3.0%.....

20. ANNUAL MEETING (If full year report)

(a) To be held at
.....

(b) Date Time
.....

(c) Approximate date of availability of Annual Report

If this half year report was approved by resolution of the Board of Directors, please indicate date of meeting:3 March 2006.....

(date)
T Dwerryhouse – Company Secretary
..... 3 March 2006.....
(Signed by) Authorised Officer of Listed Issuer (date)

*Delete as required

NOTES

[Not to be faxed to NZX]

[THESE NOTES ARE DEEMED TO FORM PART OF THIS FORM AND ARE FOR THE PURPOSES OF COMPLETING IT]

(I) **INTERPRETATION AND DEFINITIONS**

- 1.1 "Operating revenue" and "trading revenue" (or its equivalent) and "other revenue" are set out in accordance with generally accepted accounting practice.
- 1.1(b) "Other revenue" excludes extraordinary revenue items.
- 1.2 "Operating surplus (deficit) before tax" is before minority interests and extraordinary items, but is after interest on borrowings, depreciation and amortisation have been deducted.
- 1.3(a) "Extraordinary Items after tax" is as defined in FRS7
- 5(a) "Basic EPS" means the portion of the Issuer's profit allocated to each outstanding share of common stock. Calculated by dividing the Issuer's earnings by the number of shares the Issuer has on issue.
- 5(b) "Diluted EPS" means the earnings per share if all convertible securities were exercised.

(II) **COMPARATIVE FIGURES**: Listed Issuers should not reopen the previous corresponding half year's/full year's accounts but, for comparative purposes, should notionally adjust the previous corresponding half year's/full year's figures where necessary so as to give a valid comparison between the previous corresponding half year's/full year's and this half year's/full year's figures. Where notional adjustment is made, a note to that effect should be included in the report to the NZX.

(III) **TAX EFFECT ACCOUNTING**: Where tax effect accounting has been adopted in this half year/full year the previous corresponding half year's/full year's figures should be notionally adjusted on the same basis so as to give a valid comparison between the previous corresponding half year's/full year's and this half year's/full year's figures.

(IV) **ADDITIONAL INFORMATION**: Any Listed Issuer wishing to disclose further information regarding any matter is encouraged to do so and should provide it in the form of a note to be attached to this report. In addition, the necessity to provide the above information pursuant to the NZX Listing Rules shall in no way inhibit Listed Issuers from issuing reports more frequently.

(V) **ROUNDING OF FIGURES**: The format of this report anticipates that Listed Issuers in normal circumstances will set out the information required to the nearest \$1,000. However, provided the \$NZ'000 headings are amended, Listed Issuers may report exact figures when this is considered appropriate.

(VI) **INCOME TAX**: Where the amount provided for income tax in this half year/full year report differs, or but for compensatory items would differ, by more than 15 per cent from the amount of income tax prima facie payable on the profit before tax, the Listed Issuer shall set forth an explanation in a note to this half year/full year report. The note shall state, inter alia, the major items responsible for the difference and the amounts of such items.

(VII) **ITEMS 6 and 7: ACQUISITION AND DISPOSALS OF SUBSIDIARIES**: are required to be disclosed where they have a material effect on consolidated accounts and comparisons with the corresponding half year/full year. Without limiting the meaning of "material" in any way, details must be shown where the contribution for each subsidiary or group of subsidiaries acquired or disposed of during the current half year/full year increased or decreased the Listed Issuer's group operating surplus (deficit) and extraordinary items after tax by more than 10 per cent compared with the previous corresponding half year/full year.

(VIII) **STATEMENT OF Financial Position**

- (a) **THE FORMAT** for this statement should be followed as closely as possible. However, additional items may be added where it is believed that greater clarity of exposition will be achieved, and banking institutions may substitute a clear liquidity ranking for the Current/Non-Current classification if they wish.
- (b) **COMPARATIVE FIGURES** Where seasonal influences are pronounced, Listed Issuers may, if they wish, include figures from the previous half year (as well as those from the Annual Report) in the Statement of Assets, Liabilities and Shareholders' Equity.
- (c) **BASIS OF REVALUATIONS** Where there have been material revaluations of non-current assets (including investments) since the last Annual Report, there shall be attached to this report a summary description of the basis of revaluation adopted. This description shall follow the requirements of FRS-3: Accounting for Property Plant and Equipment and SSAP:17: Accounting for Investment Properties and Properties Intended for Sale. Where the Listed Issuer has adopted a procedure of regular revaluation, the basis for which has been disclosed and has not changed, no additional disclosure is required in this report.

- (IX) STATEMENT OF CASH FLOWS: For definitions of "cash" and other terms used in this statement, refer to FRS-10: Statement of Cash Flows. Although Listed Issuers are requested to follow the format shown on the form as closely as possible, variations are permitted where directors believe that this form of presentation is inappropriate for the Listed Issuer and the format adopted is acceptable under the standard.
- (X) STATEMENT BY LISTED ISSUER: If it has been stated in the preamble on page one that this half year/full year report does not give a true and fair view of the matters disclosed because of the required compliance with generally accepted accounting practice, the Listed Issuer shall attach a statement providing such information and explanations as will give a true and fair view of those matters.
- (XI) PROPERTY OWNING ENTITIES AND OTHER ENTITIES: Profit to date recognized on development properties should be reported as part of Item 1.2(a), with greater disclosure in lines 1.2 and section 3 where material. Where an entity has adopted as its accounting policy the recognition of unrealized net changes in the value of investment properties through its statement of financial performance, then this amount is to be reported at Item 1.3(b). Where an entity consistently adopts the alternative accounting policy of recognizing unrealised net changes in the value of investment properties in its investment property revaluation reserve, then this amount is to be recorded in the statement of movements in equity at Item 4; except to the extent that there is an insufficient balance in the investment property revaluation reserve to cover a deficit, in which event the uncovered deficit should be reported at Item 1.3(b).

Notice of event affecting securities

New Zealand Stock Exchange Listing Rule 7.12.2. For rights, Listing Rules 7.10.9 and 7.10.10. For change to allotment, Listing Rule 7.12.1, a separate advice is required.

Number of pages including this one
(Please provide any other relevant details on additional pages)

Full name of Issuer: **HELLABY HOLDINGS LIMITED**

Name of officer authorised to make this notice: **T Dwerryhouse** Authority for event, e.g. Directors' resolution: **Director's Resolution**

Contact phone number: **0-9-307 6844** Contact fax number: **0-9-307 3559** Date: **3 / 3 / 2006**

Nature of event
 Tick as appropriate: Bonus Issue If ticked, state whether: Taxable / Non Taxable Conversion Interest Rights Issue Renounceable
 Rights Issue non-renounceable Capital change Call Dividend If ticked, state whether: Interim Full Year Special

EXISTING securities affected by this *If more than one security is affected by the event, use a separate form.*

Description of the class of securities: **Ordinary Shares** ISIN: **NZHBYE000158**
If unknown, contact NZX

Details of securities issued pursuant to this event *If more than one class of security is to be issued, use a separate form for each class.*

Description of the class of securities: ISIN:
If unknown, contact NZX

Number of Securities to be issued following event: Minimum Entitlement: Ratio, e.g. ① for ② for

Conversion, Maturity, Call Payable or Exercise Date: Treatment of Fractions:

Strike price per security for any issue in lieu or date Strike Price available: Tick if pari passu OR provide an explanation of the ranking:

Monies Associated with Event *Dividend payable, Call payable, Exercise price, Conversion price, Redemption price, Application money.*

In dollars and cents
 Amount per security: **15 cents Fully Imputed** Source of Payment: **Revenue Reserves**
 Currency: **NZ Dollars** Supplementary dividend details - Listing Rule 7.12.7: **2.647059 cents**
 Total monies: **\$7,379,534** Date Payable: **28 April 2006**

Taxation *Amount per Security in Dollars and cents to six decimal places*

In the case of a taxable bonus issue state strike price: **N/A** Resident Withholding Tax: **Nil** Credits (Give details): **7.388059 cents**

Timing (Refer Appendix 8 in the Listing Rules)

Record Date 5pm For calculation of entitlements - must be the last business day of a week: **21 April 2006**
Payment Date Also, Call Payable, Dividend / Interest Payable, Exercise Date, Conversion Date. In the case of applications this must be the last business day of the week: **28 April 2006**

Notice Date Entitlement letters, call notices, conversion notices mailed:
Allotment Date For the issue of new securities. Must be within 5 business days of record date:

OFFICE USE ONLY
 Ex Date:
 Commence Quoting Rights:
 Cease Quoting Rights 5pm:
 Commence Quoting New Securities:
 Cease Quoting Old Security 5pm:

Security Code:
 Security Code:

