

**Income Statements**  
**For the year ended 30 June 2009**

	Group	
	2009	2008
	\$000	\$000
<b>Continuing operations:</b>		
Revenue		
Sale of goods	478,947	515,271
Other income	1,769	4,711
<b>Total income</b>	<b>480,716</b>	519,982
<b>Expenses</b>		
Cost of inventory sold	279,711	302,072
Rental and operating leases	48,114	43,894
Salaries and wages	77,361	77,942
Depreciation and amortisation	8,286	9,687
Other expenses	48,919	48,072
<b>Profit before finance costs</b>	<b>18,325</b>	38,315
Net finance (costs)	(10,849)	(12,444)
Share of (deficit)/profit from associates	(102)	1,586
<b>Profit before tax</b>	<b>7,374</b>	27,457
Income tax (expense)	(2,092)	(8,089)
<b>Profit after tax from continuing operations</b>	<b>5,282</b>	19,368
<b>Discontinued operations:</b>		
(Deficit) after tax from discontinued operations	(4,575)	(14,689)
<b>Profit after tax attributable to Shareholders of Parent Company</b>	<b>707</b>	4,679

	Group	
	2009	2008
	cents	cents
<b>Basic and diluted earnings per share</b>		
Earnings per share attributable to the Shareholders of Parent Company	1.4	9.3
Earnings per share from continuing operations attributable to the Shareholders of Parent Company	10.5	38.7
(Deficit) per share from discontinued operations attributable to the Shareholders of Parent Company	(9.1)	(29.3)

**Balance Sheets**  
**As at 30 June 2009**

	Group	
	2009	2008
	\$000	\$000
<b>ASSETS</b>		
Current assets		
Inventories	107,124	132,591
Derivative financial instruments	2	700
Trade and other receivables	33,909	50,883
Cash and cash equivalents	4,572	3,597
Loans and advances	54	3,342
<b>Total current assets</b>	<b>145,661</b>	<b>191,113</b>
Non-current assets		
Property, plant and equipment	28,320	34,482
Intangible assets	57,037	56,871
Investment in associates	2,962	5,808
Loans and advances	-	2,592
Future tax benefit	13,155	13,551
<b>Total non-current assets</b>	<b>101,474</b>	<b>113,304</b>
<b>Total Assets</b>	<b>247,135</b>	<b>304,417</b>
<b>LIABILITIES</b>		
Current liabilities		
Derivative financial instruments	8,044	2,296
Current tax liability	-	1,058
Trade and other payables	39,686	57,737
Provisions	6,372	8,087
Borrowings	7,733	9,605
<b>Total current liabilities</b>	<b>61,835</b>	<b>78,783</b>
Non-current liabilities		
Core bank debt	51,000	85,500
Capital notes	49,271	48,898
Other payables	279	346
Provisions	190	340
<b>Total non-current liabilities</b>	<b>100,740</b>	<b>135,084</b>
<b>Total Liabilities</b>	<b>162,575</b>	<b>213,867</b>
<b>Net Assets</b>	<b>84,560</b>	<b>90,550</b>

	Group	
	2009	2008
	\$000	\$000
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<b>EQUITY</b>		
Contributed equity	<b>20,808</b>	20,145
Cash flow hedge reserve	<b>(5,519)</b>	(1,174)
Retained earnings	<b>69,271</b>	71,579
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<b>Total Equity</b>	<b>84,560</b>	90,550
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The Board of Directors of Hellaby Holdings Limited authorised these financial statements for issue on 27 August 2009.

On behalf of the Board

Director

Director

**Statements of Movements in Equity  
For the year ended 30 June 2009**

	Group	
	2009	2008
	\$000	\$000
<b>Total equity at the beginning of the period</b>	<b>90,550</b>	80,638
Movement in cash flow hedge reserve net of tax	<b>(4,345)</b>	7,340
Profit for the period	<b>707</b>	4,679
Total recognised income and expense	<b>(3,638)</b>	12,019
Dividends provided for or paid	<b>(2,352)</b>	(2,107)
<b>Total equity at the end of the period</b>	<b>84,560</b>	90,550

**Statements of Cash Flows**  
**For the year ended 30 June 2009**

	Group	
	2009	2008
	\$000	\$000
<b>Cash flows from operating activities</b>		
Receipts from customers	495,471	545,882
Payments to suppliers and employees	(447,278)	(510,101)
Cash from operations	48,193	35,781
Dividends received	10	257
Interest received	329	111
Other revenue	891	1,659
Interest paid	(10,760)	(15,272)
Income taxes paid	(802)	(794)
<b>Net cash inflow from operating activities</b>	<b>37,861</b>	<b>21,742</b>
<b>Cash flows from investing activities</b>		
Payment for purchase of businesses, net of cash acquired	(519)	(25,441)
Payments for property, plant and equipment and software	(13,556)	(16,546)
Proceeds from sale of business, net of cash disposed	2,718	6,301
Proceeds from sale of property, plant and equipment and software	12,272	9,678
Repayment of loans	1,442	802
<b>Net cash inflow/(outflow) from investing activities</b>	<b>2,357</b>	<b>(25,206)</b>
<b>Cash flows from financing activities</b>		
Proceeds from borrowings	82	7,612
Repayment of borrowings	(36,702)	(4,444)
Dividends paid to Company's shareholders	(2,352)	(2,107)
<b>Net cash (outflow)/inflow from financing activities</b>	<b>(38,972)</b>	<b>1,061</b>
Net increase/(decrease) in cash and cash equivalents	1,246	(2,403)
Cash and cash equivalents at the beginning of the period	3,353	5,817
Effects of exchange rate changes on cash and cash equivalents	(27)	(61)
<b>Cash and cash equivalents at the end of the period</b>	<b>4,572</b>	<b>3,353</b>

	Group	
	2009	2008
	\$000	\$000
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Consisting of:		
Cash and cash equivalents	4,572	3,597
Bank overdraft	-	(244)
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<b>Closing cash balance</b>	<b>4,572</b>	<b>3,353</b>
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## Operating segment information

2009

	Automotive \$000	Equipment \$000	Footwear \$000
<b>INCOME STATEMENT</b>			
Sales to external customers	155,080	98,892	170,243
Intersegment sales	1,300	302	-
Total sales revenue	156,380	99,194	170,243
Other income	272	638	568
Total segment income	156,652	99,832	170,811
Segment result	17,668	(1,909)	4,201
Finance costs			
Share of (deficit) from associates			
Income tax expense			
Discontinued operations			
<b>Net Profit for the year</b>			

	Packaging \$000	Diversified \$000	Corporate \$000	Inter- segment eliminations /unallocated \$000	Group \$000
<b>INCOME STATEMENT</b>					
Sales to external customers	54,732	-	-	-	478,947
Intersegment sales	171	-	-	(1,773)	-
Total sales revenue	54,903	-	-	(1,773)	478,947
Other income	4	-	10,031	(9,744)	1,769
Total segment income	54,907	-	10,031	(11,517)	480,716
Segment result	2,001	-	(3,636)	-	18,325
Finance costs					(10,849)
Share of (deficit) from associates					(102)
Income tax expense					(2,092)
Discontinued operations					(4,575)
<b>Net Profit for the year</b>					707

## Principal Subsidiaries

Name	Activity	2009 Interest	2008 Interest
AB Equipment Limited	Materials handling and construction equipment importer and distributor	<b>100%</b>	100%
AB Rental Limited	Forklift rentals	<b>100%</b>	100%
Brake & Transmission NZ Limited	Automotive parts distributor	<b>100%</b>	100%
Diesel Distributors Limited	Diesel engine components distributor	<b>100%</b>	100%
Diesel Distributors Australia Pty Limited	Diesel engine components distributor	<b>100%</b>	100%
Discount Shoe Warehouse Limited	Specialty shoe retailer	<b>100%</b>	100%
Elldex Packaging Limited	Packaging manufacturer and distributor	<b>100%</b>	100%
Eurolift NZ Limited	Forklift sales and rentals	<b>100%</b>	100%
R Hannah & Co Limited	Specialty shoe retailer	<b>100%</b>	100%
Retail Properties 2008 Limited	Property leasing company	<b>100%</b>	100%
TradedEquipment.com Limited	Materials handling and construction equipment re-seller	<b>100%</b>	-
TRS Tyre & Wheel Limited	Tyre and wheel importer and distributor	<b>100%</b>	100%
TRS Tyre & Wheel Pty Limited	Tyre and wheel importer and distributor	<b>100%</b>	100%

On 30 June 2008 Hellaby Holdings sold the trade and assets of BBQ Factory Limited for consideration of \$5.8 million.

On 31 October 2007 Hellaby Holdings sold the assets and business of Levana Textiles Limited for \$5.9 million.

On 31 July 2007 Elldex Packaging Limited acquired the trade and assets of the Christchurch operations of Chequer Packaging Limited (In Receivership) for consideration of \$5.8 million.

On 6 July 2007 Elldex Packaging Limited acquired the trade and assets of PPL Corporation Limited for consideration of \$6.4 million.

All companies above have a balance date of 30 June and, with the exception of Diesel Distributors Australia Pty Limited and TRS Tyre & Wheel Pty Limited which are incorporated in Australia, are incorporated in New Zealand.

## Associates

Name	Activity	2009 Interest	2008 Interest
BPF 2008 Limited (liquidated)	Petfood supplier	-	49.0%
Energy Intellect Limited	Metering/communications	<b>34.4%</b>	34.4%

The associated companies have a balance date of 30 June and are incorporated in New Zealand.

The sale of the trade and assets of Bombay Petfoods Limited was completed on 30 June 2008 and all conditions of sale were either satisfied or waived as at that date. The Group's share of the gain on sale has been reflected in the share of total recognised revenue and expenses of associates in 2008.

## Notes to the Financial Statements

### Critical accounting estimates

The preparation of financial statements in conformity with NZ IFRS requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group's accounting policies. Specific areas of critical accounting estimates and assumptions are as follows:

(i) Carrying value of indefinite life intangible assets

Impairment reviews are performed by management to assess the carrying value of indefinite life intangible assets including goodwill and brands.

These reviews include making assumptions in relation to future performance and growth as well as determining the period of expected benefits and appropriate discount rates.

The carrying value of indefinite life intangible assets is subjective and changes to these assumptions can have a significant impact on their carrying value.

(i) Unexpired lease provision

A provision is recognised for any shortfall between lease rentals payable as compared to anticipated current and future rental income for the unexpired term of leases. Judgement is exercised in determining the timing and amount, if any, of future rental income and changes to this income can have a significant impact on the carrying value of the provision.

The Directors continually review all accounting policies and areas of judgement in presenting the financial statements.

## Discontinued operations

An analysis of the result of discontinued operations is as follows:

	<b>2009</b>	2008
	<b>\$000</b>	\$000
Revenue	-	31,239
Expenses	<b>(532)</b>	(38,380)
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(Deficit) before interest and tax from operating activities	<b>(532)</b>	(7,141)
Finance revenue/(costs)	<b>302</b>	(1,994)
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(Deficit) before tax from operating activities	<b>(230)</b>	(9,135)
Profit/(loss) on disposal of shares and assets	<b>10</b>	(11,916)
Provision for impairment	<b>(4,438)</b>	(720)
Intangible asset impairment	-	(1)
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(Deficit) before tax from discontinued operations	<b>(4,658)</b>	(21,772)
Income tax credit	<b>83</b>	7,083
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(Deficit) after tax from discontinued operations	<b>(4,575)</b>	(14,689)

## Notice of Annual General Meeting

**Notice is hereby given** that Hellaby Holdings Limited intends to hold its Annual General Meeting of Shareholders on Thursday 5 November 2009 at the Rendezvous Hotel, Corner of Mayoral Drive & Vincent Street, Auckland at 2:00 pm.