

Michael Hill International Limited

30 August 2007

Market Information Services Section

New Zealand Exchange Limited - *section 65(2) notice*

[Name and address of shareholder – section 65(2A) notice]

Michael Hill International Limited (“**MHI**”) - Notice pursuant to Section [65(2)] [65(2A)] of the Companies Act 1993

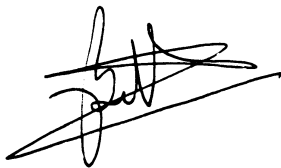
For the purposes of Section [65(2)] [65(2A)] of the Companies Act 1993, this notice concerns securities in MHI that have been acquired on market by MHI during the period 30th March 2007 to 29th August 2007:

- Class of Shares Acquired: Ordinary Shares
- Total Number of Shares Acquired: 1,203,281
- Total Consideration Paid for Shares Acquired: \$11,430,762
- Identity of Sellers/Beneficial Owners of Shares Sold: Per attached schedule

The current share buyback is now completed and it is confirmed that the shares acquired have been cancelled.

Yours faithfully

Michael Hill International Limited

A handwritten signature in black ink, appearing to be 'Wayne Butler', with a large, sweeping flourish at the end.

Wayne Butler
Company Secretary

Schedule. – Identity of Sellers

1. Michael Hill International Share Trust – Trustees D.W. Hewitt & R.M.J Ulrich
P.O. Box 633, Whangarei – beneficial owner Michael Hill and family interests.

710,000 shares.
2. The identity of the remaining sellers is not known.