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Accountants' Report

To the shareholders of Michael Hill International Limited

We have reviewed the interim condensed financial statements ("financial statements") on pages 1 to 9. The financial statements provide information about the past financial performance and cash flows of the Group, for the period ended 31 December 2008 and its financial position as at that date. This information is stated in accordance with the accounting policies set out on page 5.

Directors' responsibilities

The Company's Directors are responsible for the preparation and presentation of the financial statements that present fairly the financial position of the Group as at 31 December 2008 and its financial performance and cash flows for the period ended on that date.

Accountants' responsibilities

We are responsible for reviewing the financial statements presented by the Directors in order to report whether, in our opinion and on the basis of the procedures performed by us, anything has come to our attention that would indicate that the financial statements do not present fairly the matters to which they relate.

Basis of opinion

A review is limited primarily to enquiries of company personnel and analytical review procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit on the financial statements and, accordingly, we do not express an audit opinion.

We have reviewed the financial statements of the Group for the period ended 31 December 2008 in accordance with the Review Engagement Standards issued by the Institute of Chartered Accountants of New Zealand.

We have no relationship with or interests in the Company or any of its subsidiaries other than in our capacity as accountants conducting this review, auditors under the Companies Act 1993, consultants in tax compliance, international tax consulting and transfer pricing.

Review opinion

Based on our review, nothing has come to our attention that causes us to believe that the financial statements which have been prepared in accordance with International Accounting Standard 34 and New Zealand Equivalent to International Accounting Standard 34: Interim Financial Reporting do not present fairly the financial position of the Group as at 31 December 2008 and its financial performance and cash flows for the period ended on that date.

Our review was completed on 18 February 2009 and our review opinion is expressed as at that date.



Chartered Accountants
Brisbane

I, Brett Delaney, am currently a member of The Institute of Chartered Accountants in Australia and my membership number is 74795.

PricewaterhouseCoopers was the firm appointed to undertake the review of Michael Hill International Ltd for the half year ended 31 December 2008. I was responsible for the execution of the review and delivery of our firm's accountants' report. The review work was completed on 18 February 2009.



Brett Delaney