



MOWBRAY COLLECTABLES GROUP INTERIM REPORT

2013



A RARE AND MAGNIFICENT PAIR OF LATE 19TH CENTURY CHINESE CARVED RHINOCEROS HORNS

The spectacular horns are carved to the tip with a pierced openwork design of trees, vines, gourds, lingzhi fungus, young deer and the 'three friends of winter'; pine, prunus and bamboo, culminating with a band of clouds around the base. The richly carved decorations are representative of the auspicious Chinese symbols of beauty, perseverance, healing and longevity. The horns are supported tip down on intricately carved lotus openwork stands in stained black wood.

PROVENANCE: Formerly in the collection of Sir John Budd Phear (1825 – 1905). Sir John was a High Court Judge in Ceylon and a noted anthropologist who wrote various articles and a book on the Aryan Village Life in India and Ceylon. His family owned Marpool Hall, Exmouth and they gifted the large Phear Park to the city of Exmouth. Sir John's son Gilbert Phear (1877 – 1955) was an engineer in the Indian service in Ceylon and emigrated to New Zealand in the early 20th century. He married the vendor's grandmother and the horns have passed down by descent to the present owners.

CONDITION: Horn 1 has an approx. 3cm restored chip to the cup area and some small chips to the lobed rim. Horn 1 Height 620mm (exterior curve tip to base). Height on stand 740mm. Weight 810g. Horn 2 Height 600mm. Height on stand 715mm. Weight 886g.

\$125,000 - \$150,000

PRICE REALISED \$797,000 (INCLUDING BUYER'S PREMIUM)

**PETER WEBB GALLERIES LIMITED
SOLD IN OCTOBER 2014**

Webb's
New Zealand's
Premier Auction House



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MOWBRAY COLLECTABLES GROUP INTERIM RESULT

The result for the first six months ended 30 September 2013 was a deficit from continuing operations of \$61,362 compared with a surplus of \$88,925 for the same period last year. The period under review has produced some inconsistent results that reflect an uncertain market. Recent auction results both internationally and in Australasia indicate the underlying strength of the market, with record prices established for good works of art and artifacts and new record prices for individual artist's works.

The contributors towards the reported loss have been:-

- The costs incurred in the six month period associated with the purchase of the 51% of the shares in Peter Webb Galleries Ltd not already owned. The considerable costs for the assessment and valuation of the shares and legal fees have been expensed in line with the requirements of the International Financial Reporting Standards. Much board and management time was also spent on this project culminating in the acquisition in early November 2013, financed by a placement of shares and bank funding.
- Mainly, as the result of timing, with auctions having to be rescheduled into the second six months, Peter Webb Galleries (49% owned during the period) had a reduction in half-yearly earnings. Indications from management, supported by the independent valuation assessment, indicate a stronger second half performance, led by the extraordinary sale of a carved rhinoceros horn and improved profitability from the restructured Jewellery Department.
- Sales in the core Mowbray businesses were marginally down on the corresponding six months last year, particularly the monthly auctions. The results initially followed the trend reported last year but steadily improved over the period. This was balanced by John Mowbray

International with a prominent presence at the Australian Stamp Exhibition in Melbourne, in May 2013. This exhibition was the launching pad for our 2013 Direct Sale (Private Treaty) which produced excellent export earnings.

- Since balance date both the John Mowbray International Stamp Auction and Coin Auction, conducted in the first week of October, have exceeded budget expectations. These auctions underpin second half-year operations in terms of revenue and profitability
- Reduced earnings from Wildlife Philatelic Collections Australia, which manages the distribution of the World Wide Fund for Nature Stamp Program. In spite of recent marketing initiatives through Australia Post, sales increases have been hard to secure, which may indicate the growth of this product has reached its peak.

Sotheby's Australia (25%) achieved a very satisfactory result for their fiscal year to June 30. The first five months of the current year have reflected a slower market in Australia overall. This shareholding is classified as an investment and the results are not included in the accounts.

Events after balance date:

Webb's Acquisition

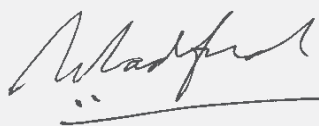
As announced to the market on 11 November 2013, the Mowbray Collectables Group acquired the remaining 51% of Peter Webb Galleries Limited ("Webb's"). For the period to 30 September 2013, Webb's result is included in income as associate earnings and not consolidated.

Directors

As advised to shareholders at the Annual Meeting the directors were actively looking to refresh the Board. We are delighted that Chris Swasbrook has agreed to become a director. Chris has an extensive knowledge of the art market and is an active collector. In addition he has a good knowledge of corporate practice, investment and management.



J R Mowbray
Managing Director



M C Radford
Chairman



Mowbray's association with Webb's began with the purchase of a 33% shareholding in March 2003. In October 2004, a further 16% was acquired. At the time, Mowbray was given a 10 year option to acquire the 51% balance of the shares. This was exercised in June.

Webb's Journey

The Webb's journey to the present day started a lot earlier than 2003! Beginning in the early 1950's Peter Webb worked his way through the Auckland art scene with roles at the Auckland Art Gallery, as the founding director of John Cordy Limited (which still operates today). In 1974, Webb's was opened in High Street and, with the late Ross Fraser as editor, launched the quarterly art magazine, Art New Zealand.

During the late 1970s, Webb's introduced a regular programme of New Zealand art auctions and these very successful sales gradually brought about a significant change in the market and encouraged the gallery to evolve into New Zealand's leading fine art auction company.

With excellent connections with artists and the contemporary art market, Webb's played a pivotal role in developing a secondary market for contemporary art in New Zealand. Webb's has also continued to evolve now offering a comprehensive range of auction services to meet the demands of the day: jewellery, fine wine, rare books, vintage cars, rare motor cycles, and Maori and Oceanic artifacts, to name a few.

Webb's continues to be New Zealand's premier auction house in most categories. These auction services complement the core business of the Mowbray Collectables Group, which now has annual auction sales exceeding \$20 million. Webb's strong presence in New Zealand's biggest market Auckland will significantly assist Mowbray's stamp and coin auctions, while Mowbray's international clientele will be introduced to the wider auction sales of Webb's.

Webb's has built up a strong presence locally and overseas with the business now considered to be a trusted auction house internationally. It continues to work with the largest auction houses in the world to sell complex international works on to the global market. The transition of ownership has proceeded well, with minimal disruption to the operations of Webb's. Importantly, for Webb's clients and staff, it is business as usual.

The directors of the Mowbray Collectables group are very happy to have Webb's onboard and look forward to integrating the operations over the next 12 months. This will allow Mowbray Collectables to be more active directly in New Zealand's largest market, Auckland, and provide a range of development opportunities

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MOWBRAY COLLECTABLES LIMITED**Consolidated Statement of Comprehensive Income**
for the period ended 30 September 2013

	Notes	Six Months Ended 30-Sep 2013 (Unaudited) \$	Six Months Ended 30-Sep 2012 (Unaudited) \$	Year Ended 31-Mar 2013 (Audited) \$
Operating revenue	2	1,139,059	1,246,155	2,643,781
Changes in inventory		(48,724)	16,746	42,801
Purchases		(255,177)	(356,301)	(736,569)
Employee benefits and expense		(389,810)	(407,986)	(813,310)
Office consumables		(72,142)	(87,105)	(190,532)
Promotional expenses		(40,142)	(32,322)	(57,489)
Other expenses	3	(413,852)	(421,959)	(864,185)
Surplus/(Deficit) before taxation, discontinued operations, share of associates, interest, depreciation and amortisation		(80,788)	(42,772)	24,497
Depreciation		(3,770)	(5,047)	(10,127)
Amortisation		(85)	(161)	(323)
Surplus/(Deficit) before taxation, discontinued operations, share of associates and interest		(84,643)	(47,980)	14,047
Interest income	2	8,225	28,556	56,359
Interest expense		(23,290)	(33,094)	(65,724)
Surplus/(Deficit) before taxation, discontinued operations and share of associates		(99,708)	(52,518)	4,682
Share of associates' profit	4	52,433	93,550	128,797
Surplus/(Deficit) before taxation from continuing operations		(47,275)	41,032	133,479
Taxation (expense)/benefit		(14,087)	47,893	(389)
Surplus/(Deficit) from continuing operations		(61,362)	88,925	133,090
Deficit from discontinued operations	5	(9,221)	(19,594)	(27,474)
Surplus/(Deficit) for the year		(70,583)	69,331	105,616
Other comprehensive income				
Movement in foreign currency translation reserve		(75,396)	(17,953)	(3,878)
Total comprehensive income		(145,979)	51,378	101,738
Earnings per share - continuing operations				
Basic earnings per share (cents)		(0.63)	0.80	1.19

The Statement of Accounting Policies and the Notes to the Financial Statements form an integral part of these Financial Statements.

MOWBRAY COLLECTABLES LIMITED**Consolidated Statement of Changes in Equity**
for the period ended 30 September 2013

Notes	Share Capital \$	Foreign Currency Translation Reserve \$	Retained Earnings \$	Total Equity \$
Balance at 1 April 2012	5,852,809	22,507	(2,200,120)	3,675,196
Comprehensive income				
Net surplus after taxation	-	-	69,331	69,331
Other comprehensive income				
Movement in foreign currency translation reserve	-	(17,953)	-	(17,953)
Total comprehensive income	-	(17,953)	69,331	51,378
Transactions with owners				
Dividend Paid	-	-	-	-
Total transactions with owners	-	-	-	-
Balance at 30 September 2012	5,852,809	4,554	(2,130,789)	3,726,574
Comprehensive income				
Net surplus after taxation	-	-	36,285	36,285
Other comprehensive income				
Movement in foreign currency translation reserve	-	14,075	-	14,075
Total comprehensive income	-	14,075	36,285	50,360
Transactions with owners				
Dividend Paid	-	-	-	-
Total transactions with owners	-	-	-	-
Balance at 31 March 2013	5,852,809	18,629	(2,094,504)	3,776,934
Comprehensive income				
Net surplus after taxation	-	-	(70,583)	(70,583)
Other comprehensive income				
Movement in foreign currency translation reserve	-	(75,396)	-	(75,396)
Total comprehensive income	-	(75,396)	(70,583)	(145,979)
Transactions with owners				
Dividend Paid	-	-	(223,110)	(223,110)
Total transactions with owners	-	-	(223,110)	(223,110)
Balance at 30 September 2013	5,852,809	(56,767)	(2,388,197)	3,407,845

The Statement of Accounting Policies and the Notes to the Financial Statements form an integral part of these Financial Statements.

MOWBRAY COLLECTABLES LIMITED**Consolidated Balance Sheet**
as at 30 September 2013

	Notes	Six Months Ended 30-Sep 2013 (Unaudited) \$	Six Months Ended 30-Sep 2012 (Unaudited) \$	Year Ended 31-Mar 2013 (Audited) \$
EQUITY				
Share capital	7	5,852,809	5,852,809	5,852,809
Accumulated earnings		(2,388,197)	(2,130,789)	(2,094,504)
Foreign currency translation reserve		(56,767)	4,554	18,629
Total Equity		3,407,845	3,726,574	3,776,934
Represented by:				
CURRENT ASSETS				
Receivables		56,922	92,088	48,355
Prepayments		59,421	43,827	38,746
Cash & cash equivalents		46,614	35,923	37,327
Related party receivables		37,743	37,744	37,743
Taxation payable		27,066	5,485	5,491
Inventory		1,630,251	1,712,129	1,707,968
Total Current Assets		1,858,017	1,927,196	1,875,630
CURRENT LIABILITIES				
Bank overdraft		481,992	199,172	258,789
Trade creditors		307,100	420,391	297,616
Other payables & accruals		206,378	244,203	251,216
Current portion of loan		129,551	150,545	139,662
Total Current Liabilities		1,125,021	1,014,311	947,283
WORKING CAPITAL		732,996	912,885	928,347
NON-CURRENT ASSETS				
Deferred tax		193,080	280,840	224,332
Property plant & equipment		35,314	43,304	39,809
Intangible assets		265	512	350
Goodwill		696,472	696,472	696,472
Investment		504,062	545,769	545,765
Investment in associates	4	1,260,449	1,384,828	1,420,075
Agency receivables		39,266	40,508	39,254
Total Non-Current Assets		2,728,907	2,992,233	2,966,057
NON-CURRENT LIABILITIES				
Non-current portion of loan		54,058	178,544	117,470
Total Non-Current Liabilities		54,058	178,544	117,470
NET ASSETS		3,407,845	3,726,574	3,776,934

The Statement of Accounting Policies and the Notes to the Financial Statements form an integral part of these Financial Statements.

MOWBRAY COLLECTABLES LIMITED**Consolidated Cash Flow Statement**
for the period ended 30 September 2013

	Notes	Six Months Ended 30-Sep 2013 (Unaudited) \$	Six Months Ended 30-Sep 2012 (Unaudited) \$	Year Ended 31-Mar 2013 (Audited) \$
CASH FLOWS FROM OPERATING ACTIVITIES				
Cash was provided from (applied to)				
Receipts from customers		1,125,127	1,157,744	2,607,204
Interest received		8,225	28,556	56,359
Other revenue		5,425	37,813	42,744
Payments to suppliers		(819,343)	(878,163)	(1,973,893)
Payments to employees		(404,272)	(396,285)	(799,183)
Interest paid		(23,290)	(33,094)	(65,724)
Taxation paid		(20,909)	(8,977)	1,382
Net cash flow from operating activities	6	(129,037)	(92,406)	(131,111)
CASH FLOWS FROM INVESTING ACTIVITIES				
Cash was provided from (applied to)				
Purchase of property, plant and equipment		-	-	(1,543)
Dividends received from associate		212,060	128,856	128,857
Repayment of investment in FEAHL		-	-	51,203
Funding of other investments		662	(2,776)	-
Net cash flows from investing activities		212,722	126,080	178,517
CASH FLOWS FROM FINANCING ACTIVITIES				
Cash was provided from (applied to)				
Dividend (paid)		(223,110)	-	-
Loans received/(repaid)		(73,523)	(154,134)	(226,091)
Net cash flow from financing activities		(296,633)	(154,134)	(226,091)
Net increase/(decrease) in cash held		(212,948)	(120,460)	(178,685)
Cashflows from discontinued activites		(232)	570	760
Cash & cash equivalents at beginning of year		(221,462)	(43,152)	(43,152)
Effect of exchange rate change on cash & cash equivalents		(736)	(207)	(385)
Cash & cash equivalents at end of year		(435,378)	(163,249)	(221,462)
Comprising:				
Cash at bank - New Zealand		33,068	18,092	29,724
Bank overdraft - New Zealand		(481,992)	(199,172)	(258,789)
Cash at bank - Australia		13,546	17,831	7,603
		(435,378)	(163,249)	(221,462)

The Statement of Accounting Policies and the Notes to the Financial Statements form an integral part of these Financial Statements.

MOWBRAY COLLECTABLES LIMITED**Notes to the Financial Statements**

for the period ended 30 September 2013

1. Summary of Significant Accounting Policies

This general purpose financial report for the interim half year reporting period ended 30 September 2013 has been prepared in accordance with Accounting Standard NZ IAS 34 Interim Financial Reporting.

The interim financial report does not include all the notes of the type normally included in an annual financial report. Accordingly this report is to be read in conjunction with the annual report for the year ended 31 March 2013.

The accounting policies and methods of computation adopted are consistent with those of the previous financial year and corresponding interim reporting period.

	Six Months Ended 30-Sep 2013 (Unaudited) \$	Six Months Ended 30-Sep 2012 (Unaudited) \$	Year Ended 31-Mar 2013 (Audited) \$
2. Total Revenue			
Turnover	1,102,690	1,205,427	2,328,822
Auction commission	30,944	2,915	272,215
Management fees from subsidiaries	-	18,669	30,627
Dividend received	-	-	-
Sundry revenue	5,425	19,144	12,117
Operating revenue	1,139,059	1,246,155	2,643,781
Interest income	8,225	28,556	56,359
	1,147,284	1,274,711	2,700,140
3. Other Expenses			
Included in Other Expenses are the following expenses:			
Audit fees	20,000	22,000	45,000
Bad debts	400	907	3,687
Directors' fees	24,957	23,511	45,000
Legal fees	6,066	6,747	6,257
Operating lease rental expenses	73,371	70,233	145,165
Foreign exchange	(10,137)	(159)	(2,186)
Sundry	299,195	298,720	621,262
Total Other Expenses	413,852	421,959	864,185
4. Investment in Associates			
Carrying amount at beginning of year	1,420,075	1,420,134	1,420,135
Share of net surplus/(deficit)	52,433	93,550	128,797
Dividend received	(212,060)	(128,857)	(128,857)
Carrying amount at end of year	1,260,449	1,384,828	1,420,075
Goodwill in the carrying amount of associates	894,227	894,227	894,227

The reporting date of Peter Webb Galleries Limited is 31 March, and the group's share of the results of operations for the six months ended 30 September 2013 has been included in the consolidated financial statements. Peter Webb Galleries Limited is incorporated in New Zealand. Subsequent to balance date the remaining 51% share-holding in Peter Webb Galleries Limited was acquired by Mowbray Collectables Limited for total consideration of \$1.339m, plus an adjustment for the Peter Webb Galleries Limited share of the net profit after tax for October 2013

MOWBRAY COLLECTABLES LIMITED**Notes to the Financial Statements**

for the period ended 30 September 2013

	Six Months Ended 30-Sep 2013 (Unaudited) \$	Six Months Ended 30-Sep 2012 (Unaudited) \$	Year Ended 31-Mar 2013 (Audited) \$
5. Discontinued operations			
Revenue	-	-	-
Expenses	(5,104)	(7,337)	(7,663)
Net profit/(loss) before taxation	(5,104)	(7,337)	(7,663)
Taxation (expense)/benefit	(4,117)	(12,257)	(19,811)
Net (loss) after taxation	(9,221)	(19,594)	(27,474)

The business operations of Mowbrays Australia PTY Limited were sold during 2011. In accordance with NZIFRS 5 the net profit before tax has been separately disclosed in the Statement of Comprehensive income as discontinued operations.

6. Net Cash Flow from Operating Activities

Reconciliation of income statement Surplus/(deficit) with net cash flow from operating activities:

	Six Months Ended 30-Sep 2013 (Unaudited) \$	Six Months Ended 30-Sep 2012 (Unaudited) \$	Year Ended 31-Mar 2013 (Audited) \$
Reported surplus/(deficit) after taxation	(61,362)	88,925	133,090
Non cash items:			
Depreciation	3,770	5,047	10,127
Amortisation	85	161	323
Deferred tax asset	14,184	(47,860)	415
Foreign exchange movement	(20,208)	-	-
Associates share of net (surplus)/deficit	(52,433)	(93,550)	(128,797)
	(54,602)	(136,202)	(117,932)
Movements in working capital			
(Increase)/decrease in inventories	77,717	(44,242)	(40,081)
(Increase)/decrease in receivables	(28,793)	(44,647)	(56,705)
Increase/(decrease) in payables	8,915	101,987	(26,114)
Increase/(decrease) in other payables & accruals	(49,906)	(49,217)	(24,725)
Increase/(decrease) in tax payable	(21,006)	(9,010)	1,356
	(13,073)	(45,129)	(146,269)
Net cash inflow/(outflow)	(129,037)	(92,406)	(131,111)

7. Share Capital

		Six Months Ended 30-Sep 2013 (Unaudited) \$	Six Months Ended 30-Sep 2012 (Unaudited) \$	Year Ended 31-Mar 2013 (Audited) \$
Ordinary Shares				
Issued and fully paid	Number			
Balance at beginning of period	11,155,523	5,852,809	5,852,809	5,852,809
Share capital at end of period	11,155,523	5,852,809	5,852,809	5,852,809

Subsequent to balance date 1,600,000 shares were issued at \$0.50 per share. This issue of shares raised \$800,000 less capital raising expenses.

The Statement of Accounting Policies and the Notes to the Financial Statements form an integral part of these Financial Statements.

MOWBRAY COLLECTABLES LIMITED**Notes to the Financial Statements**

for the period ended 30 September 2013

8. Segment Information

Description of the types of products and services from which each reportable segment derives its revenues

The Group has 3 main reportable segments:

Auction segment – These divisions and subsidiaries are involved in the purchase and processing of philatelic and numismatic material for both postal and public auction. In New Zealand an international public auction is held annually for the sale of our own material and on behalf of vendors. The postal auction process involves our own purchased and processed product.

Retail segment – The retail segment of the divisions and subsidiaries are involved in the sale of supplies associated with the philatelic industry, and subscription series products such as the World Wide Fund for Nature Stamp programme.

All other segments – This segment included the head office costs of management, governance and compliance of the group. The revenues are derived from management fees and dividends

Management has determined the operating segments based on the reports reviewed by the Board of Directors that are used to make strategic decisions. The board considers the business from both a product and service perspective. As the segment information suggests geographically the businesses are located in both New Zealand and Australia.

Being involved in the international auction and postal auction business sales to external customers do occur outside the geographic locations of both New Zealand and Australia. The external locations of the customers are not considered a strategic factor compared to the importance of the servicing of these customers.

Factors that management used to identify the Group's reportable segments

The Group's reportable segments are strategic business units that offer different products and services. They are managed separately because each business requires different technology and marketing strategies.

Measurement of operating segment profit or loss

The accounting policies of the operating segments are the same as those described in the summary of significant accounting policies.

The Group evaluates performance on the basis of profit or loss from operations before tax not including non-recurring losses, such as restructuring costs and goodwill impairment, and also excluding the effects of share based payments.

Information on geographical assets and rights under insurance contracts is not available and the cost to develop it would be excessive.

Segment assets and liabilities

Segment assets and liabilities are not included within the reporting to the Board and hence have not been included in the notes below.

MOWBRAY COLLECTABLES LIMITED**Notes to the Financial Statements**

for the period ended 30 September 2013

	CONSOLIDATED			
	Auction segment Sep-13 \$	Retail segment Sep-13 \$	All other segments Sep-13 \$	Total NZ Sep-13 \$
Revenue				
Turnover	728,771	104,500	-	833,271
Auction commission	30,944	-	-	30,944
Sundry revenue	5,425	-	-	5,425
Management fees	-	-	-	-
Operating Revenue	765,140	104,500	-	869,640
Purchases	102,287	47,457	-	149,744
Employee benefits	236,049	16,653	137,108	389,810
Finance income	267	-	7,957	8,224
Finance cost	-	-	23,290	23,290
Depreciation	2,545	-	-	2,545
Amortisation	85	-	-	85
Associate profit (note 4)	-	-	52,433	52,433
Segment surplus/(deficit) before taxation from continuing operations	121,403	16,300	(206,833)	(69,130)

	CONSOLIDATED			
	Australian Retail segment Sep-13 \$	Total NZ Sep-13 \$	Total Sep-13 \$	
Revenue				
Turnover	269,419	833,271	1,102,690	
Auction commission	-	30,944	30,944	
Sundry revenue	-	5,425	5,425	
Management fees	-	-	-	
Operating Revenue	269,419	869,640	1,139,059	
Purchases	105,433	149,744	255,177	
Employee benefits	-	389,810	389,810	
Finance income	1	8,224	8,225	
Finance cost	-	23,290	23,290	
Depreciation	1,225	2,545	3,770	
Amortisation	-	85	85	
Associate profit (note 4)	-	52,433	52,433	
Segment surplus/(deficit) before taxation from continuing operations	21,855	(69,130)	(47,275)	

MOWBRAY COLLECTABLES LIMITED**Notes to the Financial Statements**

for the period ended 30 September 2013

	CONSOLIDATED			
	Auction segment Sep-12 \$	Retail segment Sep-12 \$	All other segments Sep-12 \$	Total NZ Sep-12 \$
Revenue				
Turnover	749,231	128,707	-	877,938
Auction commission	2,915	-	-	2,915
Sundry revenue	16,130	3,014	-	19,144
Management fees	-	-	18,669	18,669
Operating Revenue	768,276	131,721	18,669	918,666
Purchases	174,286	77,547	-	251,833
Employee benefits	232,227	23,933	151,826	407,986
Finance income	-	109	28,447	28,556
Finance cost	-	7,673	25,421	33,094
Depreciation	3,579	-	-	3,579
Amortisation	161	-	-	161
Associate profit (note 4)	-	-	93,550	93,550
Segment surplus/(deficit) before taxation from continuing operations	124,675	19,962	(149,154)	(4,517)

	CONSOLIDATED			
	Australian Retail segment Sep-12 \$	Total NZ Sep-12 \$	Total NZ Sep-12 \$	
Revenue				
Turnover	327,489	877,938	1,205,427	
Auction commission	-	2,915	2,915	
Sundry revenue	-	19,144	19,144	
Management fees	-	18,669	18,669	
Operating Revenue	327,489	918,666	1,246,155	
Purchases	104,468	251,833	356,301	
Employee benefits	-	407,986	407,986	
Finance income	-	28,556	28,556	
Finance cost	-	33,094	33,094	
Depreciation	1,468	3,579	5,047	
Amortisation	-	161	161	
Associate profit (note 4)	-	93,550	93,550	
Segment surplus/(deficit) before taxation from continuing operations	45,549	(4,517)	41,032	

9. Subsequent Events

On 8 November 2013, the Company issued a further 1,600,000 shares at \$0.50 per share in order to raise capital for the Peter Webb Galleries Limited acquisition.

On 11 November 2013, the company purchased the remaining 91,200 shares in Peter Webb Galleries Limited that it did not own for \$1,339,000, giving the company 100% ownership. The effective date of the transaction was 1 November 2013.

The operations of Peter Webb Galleries Limited will be consolidated from 1 November 2013. The acquisition was funded by the issue of shares (noted above) and new bank funding.

MOWBRAY COLLECTABLES LIMITED

Statutory and Shareholder Information for the period ended 30 September 2013

Directors

John Reader Mowbray
54 Winara Avenue
Waikanae

Ian Jeffrey Halsted
19A Lucerne Road
Remuera
Auckland

Murray Charles Radford
10/B Central Terrace
Kelburn
Wellington

David Keith Heather
29 Hona Street
Waikanae

Christopher Swasbrook (appointed 18 November 2013)
13a Waitoa Street
Parnell
Auckland

Registered Office

247-253 Main Highway
Otaki

Communication Addresses

Postal: Private Bag 63000 Wellington, 6140
Telephone: (06) 364 8270
Facsimile: (06) 364 8252
E-mail: mowbray.stamps@xtra.co.nz
Website: www.mowbraycollectables.co.nz

Bankers

ANZ Bank
Waikanae

Auditors

Staples Rodway
Wellington

Accountants

BDO Wellington Limited

Lawyers

Quigg Partners, Wellington
Izard Weston, Wellington

Share Registrar

Link Market Services
PO Box 384
Ashburton

COMPANY PROFILE

New Zealand

1. J R MOWBRAY PHILATELIST

Private Bag 63000, Wellington 6140
Main Highway, Otaki. Telephone 06 364 8270

Dealers in stamps. Monthly postal auctions are held and catalogues posted to thousands of collectors worldwide. The company is a major buyer of collections internationally.

2. JOHN MOWBRAY INTERNATIONAL

Private Bag 63000, Wellington 6140
Main Highway, Otaki. Telephone 06 364 8270

We hold New Zealand's largest stamp auction annually, with an international clientele.

3. HOUSE OF STAMPS

Private Bag 63000, Wellington 6140
Main Highway, Otaki. Telephone 06 364 8270

Retail and wholesale mail order dealer in New Zealand stamps and philatelic accessories.

Agents for various producers including Stanley Gibbons, Davo, Prinz, Scott.

4. WORLD WIDE FUND FOR NATURE STAMP PROGRAM

Private Bag 63000, Wellington 6140
Main Highway, Otaki. Telephone 06 364 8270

New Zealand agent for WWF stamps worldwide, selling by continuity programmes.

5. MOWCOIN

Private Bag 63000, Wellington 6140
Main Highway, Otaki. Telephone 06 364 8270

Trading in New Zealand and world coins and banknotes. Prepares and conducts the numismatic auction for John Mowbray International.

6. PETER WEBB GALLERIES LTD

18 Manukau Road, Newmarket, Auckland.

As at 30 September we owned 49% of this business. As from 1 November we own 100% of this business. New Zealand's premier art auction house.

Australia

7. MOWBRAYS AUSTRALIA PTY LTD (non trading)

Private Bag 63000, Wellington 6140
Main Highway, Otaki. Telephone 06 364 8270.

8. WILDLIFE PHILATELIC COLLECTIONS PTY LTD

PO Box 107, Rosebery, Sydney.

Australian agent for the World Wide Fund for Nature Stamp Program, selling by continuity programmes.

Investments

9. SOTHEBY'S AUSTRALIA (ACN 147 723 475 PTY LTD)

926 High Street, Armadale, Victoria

We own 25% of this business.

10. FIRST EAST AUCTION HOLDINGS PTY LTD (non trading)

10 Albion Avenue, Paddington NSW 2021

We own 19.08% of this business.

