

DJ MECP Half-yearly Report

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MECHAN CONTROLS PLC

UNAUDITED INTERIM STATEMENT FOR THE SIX MONTHS ENDED 30 JUNE 2011

CHAIRMAN'S REPORT

The Directors of Mechan Controls PLC are pleased to announce the group's financial results for the 6 months trading period ending 30th June 2011.

The Groups' turnover compared to the same period last year is up by 4% from GBP1,361,438 to GBP1,420,905. Group Operating profit was affected by the inclement weather at the beginning of the year and the long run of bank holidays. Gross profit was also impacted by increases in raw material costs, particularly steel and copper.

Overall the directors are satisfied with pre-tax profits of GBP232,866 for the period, compared with GBP284,004 for the comparable period last year. The second half of the year has shown improvement in gross margins, which combined with turnover growth means the directors expect the full year results to be in line with expectations.

The company is also continuing to pursue acquisitions. As previously announced, Mechan Controls PLC expect to complete their second acquisition before the end of the year. This acquisition will bring the benefit of additional revenue and profits to the group, as well as significant opportunities for both companies to bring new trading relationships to each other.

In the light of our expectation for the full year the Directors are pleased to maintain the interim dividend at 0.625 pence per share.

The directors accept responsibility for this report

Wilf Boardman

ChairmanMechan Controls Plc14 Seddon PlaceStanley Industrial EstateSKELMERSDALELancashireWN8
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MECHAN CONTROLS PLC

GROUP PROFIT AND LOSS ACCOUNT

FOR THE SIX MONTHS ENDED 30th JUNE 2011

	Unaudited Accounts for the six months ended 30 JUNE 2011 GBP	Unaudited Accounts for the six months ended 30 JUNE 2010 GBP
TURNOVER	1,420,905	1,361,438
Cost of sales	738,586	645,182
-	-----	-----
GROSS PROFIT	682,319	716,256
Distribution costs	42,077	38,474
Administrative expenses	404,084	381,695
-	-----	-----
OPERATING PROFIT	236,158	296,087
Interest receivable	983	3
Interest payable and similar charges	(4,275)	(11,086)
-	-----	-----
PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION	232,866	285,004
Tax on profit on ordinary activities	65,693	82,526
-	-----	-----
PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION	167,173	202,478
Dividends	25,200	21,000
-	-----	-----
RETAINED PROFIT FOR THE FINANCIAL YEAR	141,973	181,478
-	=====	=====
EARNINGS PER SHARE	8.4p	10.1p

MECHAN CONTROLS PLC

GROUP BALANCE SHEET

FOR THE SIX MONTHS ENDED 30th JUNE 2011

Unaudited Accounts for the six months ended 30 JUNE 2010	Unaudited Accounts for the six months ended 30 JUNE 2011
GBP	GBP
FIXED ASSETS	
Intangible assets	
1,038,390	1,121,382
Tangible assets	
148,378	143,526
-	-----
	1,186,768
1,264,908	
CURRENT ASSETS	
Stocks	275,714
298,233	
Debtors	611,847
589,563	
Cash at Bank	579,573
345,953	-----
	1,467,134
1,233,749	
CREDITORS:Amounts falling due within one year	623,978

NET CURRENT LIABILITIES	
843,156	606,025
-	-----
TOTAL ASSETS LESS CURRENT LIABILITIES	
2,029,924	1,870,933
CREDITORS:Amounts falling due after more than one year	(220,372)
PROVISION FOR LIABILITIES	
Deferred Taxation	
(19,272)	(16,008)
-	-----
	1,922,378
1,634,553	=====
=====	
CAPITAL AND RESERVES	
Called-up equity Share Capital	
50,000	50,000
Share premium account	
653,000	643,000
Profit and Loss Account	
1,219,378	931,553
-	-----
SHAREHOLDERS' FUND	
1,922,378	1,634,553
=====	=====

NOTES TO THE FINANCIAL STATEMENTS

1 FINANCIAL INFORMATION

The interim results for the six months ended 30 June 2011 are unaudited and do not constitute accounts within the meaning of section 434 of the Companies Act 2006. The interim results have been drawn up using accounting policies and presentation consistent with those applied in the audited accounts for the year ended 31 December 2010. The comparative information contained in this report for the period ended 30 June 2010 does not constitute statutory accounts for that financial period.

2 DIVIDENDS

The directors have recommend payment of an interim dividend of GBP12,500 payable on 17 October 2011.

3 COPIES OF UNAUDITED INTERIM REPORTS

Copies of this report are available to the public from the registered office at 14/16 Seddon Place, Stanley Industrial Estate, Skelmersdale, WN8 8EB.

4 RESPONSIBILITY

The directors of the Company accept responsibility for the information contained in this document and to the best of their knowledge and belief (having taken such care to ensure that such is the case) the information contained in this document is in accordance with the facts and does not omit anything likely to affect the import of such information.

(END) Dow Jones Newswires

September 26, 2011 12:17 ET (16:17 GMT)