

MECHAN CONTROLS PLC

UNAUDITED INTERIM STATEMENT FOR THE SIX MONTHS ENDED 30 JUNE 2008

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 2008. The interim results include 4 months of trading of Nirvana Engineering (Stafford) Ltd, which as previously announced, Mechan acquired on 1st March 2008.

Nirvana is a Midlands based company which provides manufactured structures for the safe and secure storage of back up power systems within a niche market sector. Its turnover for the year August 2007 was GBP1.9m.

The operating profit for the group for the 6 months to June 2008 was GBP194,179. Following the acquisition of Nirvana, Mechan's interim operating profits have trebled. Mechan's like for like turnover is up 18%. During the 4 months of ownership to June 2008, Nirvana contributed some GBP620K of turnover to the consolidated results.

The Directors are delighted with the performance of both Mechan and Nirvana. Both are trading at approximately 15% ahead of budget and on target to deliver further growth in the second half of the year.

In the light of the above the Directors are pleased to announce an increase in the interim dividend of 15% to 0.4 pence per share.

The directors accept responsibility for this report

Wilf Boardman
Chairman

Mechan Controls Plc
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Stanley Industrial Estate
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MECHAN CONTROLS PLC

GROUP PROFIT AND LOSS ACCOUNT

FOR THE SIX MONTHS ENDED 30th JUNE 2008

	Unaudited Accounts for the six months ended 30 JUNE 2008 GBP	Unaudited Accounts for the six months ended 30 JUNE 2007 GBP	
TURNOVER	1,064,610	377,225	
Cost of sales	527,280	160,048	
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GROSS PROFIT	537,330	217,177	
Distribution costs	29,884	-	
Administrative expenses	313,267	164,169	
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OPERATING PROFIT	194,179	53,008	
Interest receivable	2,348	1,995	
Interest payable and similar charges	(28,558)	(1,084)	
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PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION		167,969	53,919
Tax on profit on ordinary activities	57,056	11,281	
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PROFIT ON ORDINARY ACTIVITIES		110,913	42,638

AFTER TAXATION

Dividends	8,000	7,040
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RETAINED PROFIT FOR THE FINANCIAL YEAR	102,913	35,598
	=====	=====
EARNINGS PER SHARE	5.5p	2.1p

NOTES TO THE FINANCIAL STATEMENTS

1 FINANCIAL INFORMATION

The interim results for the six months ended 30 June 2008 are unaudited and do not constitute accounts within the meaning of section 240 of the Companies Act 1985. 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 2007. The comparative information contained in this report for the period ended 30 June 2007 does not constitute statutory accounts for that financial period.

2 DIVIDENDS

The directors have recommend payment of an interim dividend of £8,000 payable on 25 September 2008.

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.