

# MS INTERNATIONAL plc

## Results for the 52 weeks ended 2<sup>nd</sup> May, 2015

### Chairman's Statement

#### Results and review

I am pleased to announce that there has been a much improved performance by the Group during the second half of the year. Accordingly, for the 12 months to 2<sup>nd</sup> May 2015, profit before tax was £1.54m (2014 - £2.93m) on revenue of £45.50m (2014 - £47.13m). Earnings per share were 8.20p (2014 - 14.6p).

Net cash and short term deposits increased once again to a record high of £17.15m (2014 - £14.29m) at year-end.

The Group's current order book remains very strong. While marginally lower at year-end than that the £46m reported for 2014, it has since increased following the award of a follow-on two year contract by the UK MoD for the maintenance and support of MSI-DS 30mm naval gun systems and associated ancillary equipment in the RN fleet. Although the exact value of that contract is confidential, I can reveal that it is in excess of £12m.

'Defence' the global equipment markets of which remain constrained, despite the incredibly high number of conflicts and threats to international stability that are erupting, or intensifying, around the world. Restricted financial budgets, political instability and tensions, are critical factors that continue to disrupt military procurement plans and planning. As a consequence 'Defence' revenue was 15% lower than the previous year. This, combined with the essential investment committed to a number of major 'in-house' research and development programmes for new products - aimed at broadening our product range and extending our market opportunities - resulted in a full year loss, albeit considerably reduced from that reported at the interim stage.

'Forgings' achieved advances in both revenue and profit over the previous year. The UK and USA operations performed extremely well and ahead of our expectations, reaping the benefit of operational improvements, supported by plant and equipment upgrades. The South America operation, although highly efficient, had to contend with the negative impact of a weakening market and currency, owing to the region's current fiscal difficulties.

'Petrol Station Superstructures' overall revenue was similar to that of the previous year, with an increase from the UK operation as a result of strong growth in the number of forecourt convenience stores completed in the period. Conversely there was a distinct reduction in activity of the Poland based business that traditionally services many of the East European countries. Political uncertainty in the region discouraged many customers and potential developers to commit to their plans for new petrol station construction projects and station upgrades.

#### Outlook

'Defence', we are predicting an improvement in the level of activity for our business in the second half of the current year, even though markets remain constrained. A very positive result from our substantial new product development programme is the winning of the first order for our new MSI-DS 20mm naval gun system. The requirement for three systems - received from a European shipbuilder - will be delivered in the current year and installed on new ships for an overseas navy. This is an important breakthrough for the Group, and is part of our commitment to broaden the range of our product offering directed at the growing international market for small naval vessels. We look forward to completing the development of other new products that will become available to market in the course of the next twelve months.

'Forgings', should maintain a relatively stable position. The division's short lead-time order books are highly sensitive to variations in demand and the prevailing economic conditions in its individual global markets. Currently, we are planning to expand our capacity and capability in the United States to accommodate opportunities in that market. Throughout the division, we remain firmly committed to ensuring that we maintain and develop highly efficient production equipment and systems.

'Petrol Station Superstructures' markets continue to transform with the major oil companies leading the way in withdrawing from front line retailing by disposing of parts of their estates to independent dealers, dealer groups and operators. We perceive this to be an opportunity to expand our position in the market through providing an enhanced service to customers not only in terms of new build but also in relation to station maintenance and upgrades.

#### Post year-end event; Acquisition

I am pleased, also, to announce that the Company has acquired the entire issued share capital of Petrol Sign B.V., a company based in the Netherlands. The consideration for the acquisition is €3.4 million on a cash and debt free basis and includes "normalised" working capital. The consideration has been satisfied from the Company's existing cash resources.

Petrol Sign designs, restyles, produces and installs the complete branding and signage appearance of petrol station superstructures and forecourts throughout many parts of Western Europe. The acquisition will enhance our ability to offer and include branding and signage services as an option to petrol station markets and customers and will become an integral part of the Groups 'Petrol Station Superstructures' division. The vendor and managing director of Petrol Sign will continue to be employed by the company as its managing director.

Further details relating to this acquisition are set out in a separate announcement.

All matters considered the Board recommends the payment of a maintained final dividend of 6.5p per share (2014 - 6.5p), making the total for the year of 8p (2014 - 8p). The final dividend is expected to be paid on 24<sup>th</sup> July 2015 to those shareholders on the register at the close of business on 26<sup>th</sup> June 2015.

Michael Bell  
17<sup>th</sup> June 2015

# Consolidated income statement

For the 52 weeks ended 2nd May, 2015

	<b>2015</b>	2014
	<b>Total</b>	Total
	<b>£000</b>	£000
Revenue	<b>45,503</b>	47,130
Cost of sales	<b>(34,763)</b>	(34,266)
<b>Gross profit</b>	<b>10,740</b>	12,864
Distribution costs	<b>(2,357)</b>	(2,707)
Administrative expenses	<b>(6,643)</b>	(6,954)
	<b>(9,000)</b>	(9,661)
<b>Group operating profit</b>	<b>1,740</b>	3,203
Finance revenue	<b>70</b>	48
Finance costs	<b>(32)</b>	(69)
Other finance costs - pensions	<b>(237)</b>	(254)
	<b>(199)</b>	(275)
<b>Profit before taxation</b>	<b>1,541</b>	2,928
Taxation	<b>(188)</b>	(354)
<b>Profit for the period attributable to equity holders of the parent</b>	<b>1,353</b>	2,574
Earnings per share: basic and diluted	<b>8.2p</b>	14.6p

# Consolidated and company statement of comprehensive income

For the 52 weeks ended 2nd May, 2015

	<b>Group</b>		<b>Company</b>	
	<b>2015</b>	2014	<b>2015</b>	<b>2014</b>
	<b>Total</b>	Total	<b>Total</b>	<b>Total</b>
	<b>£000</b>	£000	<b>£000</b>	<b>£000</b>
<b>Profit for the period attributable to equity holders of the parent</b>	<b>1,353</b>	2,574	<b>955</b>	<b>1,605</b>
Exchange differences on retranslation of foreign operations	<b>(106)</b>	(244)	-	-
<b>Net other comprehensive loss to be reclassified to profit or loss in subsequent periods</b>	<b>(106)</b>	(244)	-	-
Remeasurement (losses)/gains on defined benefit pension scheme	<b>(964)</b>	952	<b>(964)</b>	<b>952</b>
Deferred taxation on remeasurement losses/gains on defined benefit scheme	<b>193</b>	(396)	<b>193</b>	<b>(396)</b>
Revaluation surplus on land and buildings	-	1,939	-	<b>2,056</b>
Deferred taxation on revaluation surplus on land and buildings	-	(446)	-	<b>(473)</b>

Net other comprehensive (loss)/ profit not being reclassified to profit or loss in subsequent periods	(771)	2,049	(771)	2,139
<b>Total comprehensive income for the period attributable to equity holders of the parent</b>	<b>476</b>	<b>4,379</b>	<b>184</b>	<b>3,744</b>

## Consolidated and company statement of changes in equity

	Issued capital	Capital redemption reserve	Other reserves	Revaluation reserve	Special reserve	Foreign exchange reserve	Treasury shares	Retained earnings	Total
	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000	£'000
<b>(a) Group</b>									
At 27th April, 2013	1,840	901	2,815	2,532	1,629	61	(100)	19,376	29,054
Profit for the period	-	-	-	-	-	-	-	2,574	2,574
Other comprehensive income/(loss)	-	-	-	1,493	-	(244)	-	556	1,805
Total comprehensive income/(loss)	-	-	-	1,493	-	(244)	-	3,130	4,379
Dividends paid	-	-	-	-	-	-	-	(1,452)	(1,452)
Purchase of own shares	-	-	-	-	-	-	(2,959)	-	(2,959)
Change in taxation rates	-	-	-	121	-	-	-	-	121
At 3rd May, 2014	1,840	901	2,815	4,146	1,629	(183)	(3,059)	21,054	29,143
Profit for the period	-	-	-	-	-	-	-	1,353	1,353
Other comprehensive loss	-	-	-	-	-	(106)	-	(771)	(877)
Total comprehensive (loss)/income	-	-	-	-	-	(106)	-	582	476
Dividends paid	-	-	-	-	-	-	-	(1,320)	(1,320)
At 2nd May, 2015	1,840	901	2,815	4,146	1,629	(289)	(3,059)	20,316	28,299
<b>(b) Company</b>									
At 27th April, 2013	1,840	901	1,565	2,532	1,629	-	(100)	17,670	26,037
Profit for the period	-	-	-	-	-	-	-	1,605	1,605
Other comprehensive income	-	-	-	1,583	-	-	-	556	2,139
Total comprehensive income	-	-	-	1,583	-	-	-	2,161	3,744
Dividends paid	-	-	-	-	-	-	-	(1,452)	(1,452)
Dividend received from subsidiary	-	-	-	-	-	-	-	311	311
Purchase of own shares	-	-	-	-	-	-	(2,959)	-	(2,959)
Change in taxation rates	-	-	-	125	-	-	-	-	125
At 3rd May, 2014	1,840	901	1,565	4,240	1,629	-	(3,059)	18,690	25,806
Profit for the period	-	-	-	-	-	-	-	955	955

Other comprehensive loss	-	-	-	-	-	-	-	(771)	(771)
Total comprehensive income	-	-	-	-	-	-	-	184	184
Dividends paid	-	-	-	-	-	-	-	(1,320)	(1,320)
<b>At 2nd May, 2015</b>	<b>1,840</b>	<b>901</b>	<b>1,565</b>	<b>4,240</b>	<b>1,629</b>	<b>-</b>	<b>(3,059)</b>	<b>17,554</b>	<b>24,670</b>

## Consolidated statements of financial position

At 2nd May, 2015

	Group		Company	
	2015 £'000	2014 £'000	2015 £'000	2014 £'000
<b>ASSETS</b>				
<b>Non-current assets</b>				
Property, plant and equipment	14,563	15,127	12,608	12,955
Intangible assets	3,818	4,135	13	21
Investments in subsidiaries	-	-	11,741	11,829
Deferred income tax asset	93	-	392	167
	<b>18,474</b>	19,262	<b>24,754</b>	24,972
<b>Current assets</b>				
Inventories	8,464	8,162	7,393	7,250
Trade and other receivables	9,454	8,260	9,252	8,276
Income tax receivable	40	51	-	-
Prepayments	590	447	495	363
Cash and short-term deposits	17,148	14,286	16,199	13,241
	<b>35,696</b>	31,206	<b>33,339</b>	29,130
<b>TOTAL ASSETS</b>	<b>54,170</b>	50,468	<b>58,093</b>	54,102
<b>EQUITY AND LIABILITIES</b>				
<b>Equity</b>				
Equity share capital	1,840	1,840	1,840	1,840
Capital redemption reserve	901	901	901	901
Other reserve	2,815	2,815	1,565	1,565
Revaluation reserve	4,146	4,146	4,240	4,240
Special reserve	1,629	1,629	1,629	1,629
Currency translation reserve	(289)	(183)	-	-
Treasury shares	(3,059)	(3,059)	(3,059)	(3,059)
Retained earnings	20,316	21,054	17,554	18,690
	<b>28,299</b>	29,143	<b>24,670</b>	25,806
<b>Non-current liabilities</b>				
Defined benefit pension liability	6,877	5,889	6,877	5,889
Deferred income tax liability	-	211	-	-
	<b>6,877</b>	6,100	<b>6,877</b>	5,889
<b>Current liabilities</b>				
Trade and other payables	18,994	15,225	26,454	22,294

Income tax payable	-	-	92	113
	<b>18,994</b>	15,225	<b>26,546</b>	22,407
<b>TOTAL EQUITY AND LIABILITIES</b>	<b>54,170</b>	50,468	<b>58,093</b>	54,102

## Cash flow statements

For the 52 weeks ended 2nd May, 2015

	Group		Company	
	2015 £000	2014 £000	2015 £000	2014 £000
Profit before taxation	1,541	2,928	943	1,709
<i>Adjustments to reconcile profit before taxation to net cash in flow from operating activities</i>				
Depreciation charge	1,117	1,227	931	1,028
Amortisation charge	317	316	8	9
Impairment in investment in subsidiary undertaking	-	-	88	40
Administration expenses-pension fund	316	350	316	350
Profit on sale of fixed assets	(78)	(124)	(75)	(130)
Finance costs	199	275	178	236
Foreign exchange gains/(losses)	65	(136)	-	-
Increase in inventories	(302)	(1,626)	(143)	(1,594)
(Increase)/decrease in receivables	(1,194)	4,805	(976)	5,562
(Increase)/decrease in prepayments	(143)	73	(132)	56
Decrease in payables	(389)	(2,550)	(38)	(2,877)
Increase in progress payments	4,158	1,632	4,198	1,869
Pension fund payments	(529)	(529)	(529)	(529)
<b>Cash generated from operating activities</b>	<b>5,078</b>	6,641	<b>4,769</b>	5,729
Interest received/(paid)	38	(21)	59	18
Taxation paid	(288)	(708)	(41)	(257)
<b>Net cash inflow from operating activities</b>	<b>4,828</b>	5,912	<b>4,787</b>	5,490
<b>Investing activities</b>				
Purchase of property, plant and equipment	(833)	(940)	(693)	(842)
Sale of property, plant and equipment	187	278	184	178
<b>Net cash outflow from investing activities</b>	<b>(646)</b>	(662)	<b>(509)</b>	(664)
<b>Financing activities</b>				
Dividends paid	(1,320)	(1,452)	(1,320)	(1,452)
Dividend received from subsidiary	-	-	-	311
Purchase of own shares	-	(2,959)	-	(2,959)
<b>Net cash outflow from financing activities</b>	<b>(1,320)</b>	(4,411)	<b>(1,320)</b>	(4,100)
<b>Increase in cash and cash equivalents</b>	<b>2,862</b>	839	<b>2,958</b>	726
<b>Opening cash and cash equivalents</b>	<b>14,286</b>	13,447	<b>13,241</b>	12,515
<b>Closing cash and cash equivalents</b>	<b>17,148</b>	14,286	<b>16,199</b>	13,241

The financial information set out above does not constitute the Company's statutory accounts for the periods ended 2<sup>nd</sup> May, 2015 or 3<sup>rd</sup> May, 2014 but is derived from those accounts. Statutory accounts for 2014 have been delivered to the Registrar of Companies, and those for 2015 will be delivered following the Company's Annual General Meeting. The auditors have reported on those accounts; their reports were unqualified and did not contain a statement under section 498 (2) or (3) of the Companies Act 2006.

#### (1) Segment information

The following table presents revenue and profit and certain assets and liability information regarding the Group's divisions for the periods ended 2nd May, 2015 and 3rd May, 2014. The reporting format is determined by the differences in manufacture and services provided by the Group. The Defence division is engaged in the design, manufacture and service of defence equipment. The Forgings division is engaged in the manufacture of forgings. The Petrol Station Superstructures division is engaged in the design and construction of petrol station superstructures.

Management monitors the operating results of its business units separately for the purpose of making decisions about resource allocation and performance assessment. Segment performance is evaluated based on operating profit or loss which in certain respects, as explained in the table below, is measured differently from operating profit or loss in the consolidated financial statements. Group financing (including finance costs and finance revenue) and income taxes are managed on a group basis and are not allocated to operating segments.

	Defence		Forgings		Petrol Station Superstructures		Total	
	2015 £000	2014 £000	2015 £000	2014 £000	2015 £000	2014 £000	2015 £000	2014 £000
<b>Revenue</b>								
External	<b>17,010</b>	19,445	<b>15,120</b>	14,058	<b>13,373</b>	13,627	<b>45,503</b>	47,130
<b>Total revenue</b>	<b>17,010</b>	19,445	<b>15,120</b>	14,058	<b>13,373</b>	13,627	<b>45,503</b>	47,130
<b>Segment result</b>								
Net finance costs	<b>(151)</b>	926	<b>1,036</b>	591	<b>855</b>	1,686	<b>1,740</b>	3,203
							<b>(199)</b>	(275)
Profit before taxation							<b>1,541</b>	2,928
Taxation							<b>(188)</b>	(354)
<b>Profit for the period</b>							<b>1,353</b>	2,574
<b>Segmental assets</b>								
Unallocated assets( see below)	<b>28,460</b>	24,619	<b>6,299</b>	6,658	<b>5,209</b>	6,341	<b>39,968</b>	37,618
							<b>14,202</b>	12,850
<b>Total assets</b>							<b>54,170</b>	50,468
<b>Segmental liabilities</b>								
Unallocated liabilities(see below)	<b>14,407</b>	10,234	<b>1,609</b>	2,763	<b>2,045</b>	3,778	<b>18,061</b>	16,775
							<b>7,810</b>	4,550
<b>Total liabilities</b>							<b>25,871</b>	21,325
Capital expenditure	<b>82</b>	134	<b>526</b>	450	<b>168</b>	121		
Depreciation	<b>217</b>	189	<b>424</b>	454	<b>276</b>	330		

Unallocated assets includes certain fixed assets, intangible assets, current assets and deferred tax assets. Unallocated liabilities includes the defined pension benefit scheme liability and certain current liabilities.

#### Geographical analysis

The following table presents revenue and expenditure and certain assets and liabilities information by geographical segment for the periods ended 2nd May, 2015 and 3rd May, 2014. The Group's geographical segments are based on the location of the Group's assets. Revenue from external customers is based on the geographical location of its customers.

	Europe		North America		Rest of the World		Total	
	2015	2014	2015	2014	2015	2014	2015	2014
	£000	£000	£000	£000	£000	£000	£000	£000
<b>Revenue</b>								
External	<b>36,255</b>	32,803	<b>4,810</b>	4,487	<b>4,438</b>	9,840	<b>45,503</b>	47,130
Non-current assets	<b>18,174</b>	19,026	<b>192</b>	61	<b>108</b>	175	<b>18,474</b>	19,262
Current assets	<b>34,063</b>	29,682	<b>1,432</b>	1,191	<b>201</b>	856	<b>35,696</b>	31,206
Liabilities	<b>25,593</b>	20,805	<b>259</b>	390	<b>19</b>	653	<b>25,871</b>	21,325
Capital expenditure	<b>751</b>	904	<b>135</b>	-	<b>-</b>	36	<b>886</b>	940

#### Information about major customers

Revenue from major customers arising from sales reported in the Defence segment:

Customer 1

Customer 1

2015	2014
£000	£000
<b>10,715</b>	
	10,796

#### (2) Employee Information

The average number of employees, including executive directors, during the period was:

Production

Technical

Distribution

Administration

2015	2014
Number	Number
210	199
65	62
27	25
54	51
<b>356</b>	<b>337</b>

#### (a) Staff costs

Their, including executive directors, employment costs were as follows:

Wages and salaries

Social Security costs

Other pension costs

2015	2014
£000	£000
<b>11,967</b>	11,162
<b>1,313</b>	1,302
<b>506</b>	408
<b>13,786</b>	<b>12,872</b>

#### (b) Directors' emoluments

Aggregate directors' emoluments

2015	2014
£000	£000
<b>1,141</b>	1,112

#### (3) Taxation

The charge for taxation comprises:

##### Current tax

United Kingdom corporation tax

Tax over provided in previous years

Foreign corporation tax

Group current tax

2015	2014
£000	£000
<b>19</b>	236
<b>(5)</b>	(32)
<b>286</b>	381
<b>300</b>	<b>585</b>

##### Deferred tax

Origination and reversal of temporary differences

Adjustments in respect of prior years

Impact of reduction in deferred tax rate to 20%

<b>(50)</b>	(72)
<b>(62)</b>	(67)
<b>-</b>	(92)



Group deferred tax	<b>(112)</b>	(231)
Tax on profit	<b>188</b>	354
Tax relating to items charged or credited to other comprehensive income		
<b>Deferred tax</b>		
Deferred tax on remeasurement gains/losses on pension scheme current year	<b>(193)</b>	219
Impact of reduction in deferred tax rate to 20%	-	177
Deferred taxation on revaluation surplus on land and buildings	-	446
Income tax in the statement of comprehensive income	<b>(193)</b>	842

(b) Factors affecting the tax charge for the year

The tax assessed for the period differs to the standard rate of corporation tax in the UK (21%). The differences are explained below:

	<b>2015</b>	2014
	<b>£000</b>	£000
Profit before tax	<b>1,541</b>	2,928
Profit multiplied by standard rate of corporation tax of 21% (2014 - 23%)	<b>324</b>	673
Expenses not deductible for tax purposes	<b>(62)</b>	(128)
Adjustment in respect of prior periods	<b>(74)</b>	(99)
Impact of reduction in deferred tax rate to 20%	-	(92)
Total tax charge for the period	<b>188</b>	354

(4) Earnings per share

The calculation of basic earnings per share is based on:

(a) Profit for the period attributable to equity holders of the parent of £1,353,000 (2014 - 2,574,000).

(b) 16,504,691 (2014 - 17,603,561) Ordinary shares, being the weighted average number of Ordinary shares in issue.

This represents 18,396,073 (2014 - 18,396,073) being the weighted average number of Ordinary shares in issue less 1,891,382 (2013 - less 792,512) being the weighted average number of shares both held within the ESOT 245,048 (2014 - 245,048) and purchased by the Company 1,646,334 (2014 - 547,464).

(5) Dividends paid and proposed	<b>2015</b>	2014
	<b>£000</b>	£000
Declared and paid during the year		
On Ordinary shares		
Final dividend for 2014 : 6.50p (2013 - 6.50p)	<b>1,073</b>	1,180
Interim dividend for 2015 : 1.50p (2014 - 1.50p)	<b>247</b>	272
	<b>1,320</b>	1,452
Proposed for approval by shareholders at the AGM		
Final dividend for 2015: 6.50p (2014 - 6.50p)	<b>1,073</b>	1,073

(6) Trade and other receivables

<b>Group</b>		<b>Company</b>	
<b>2015</b>	2014	<b>2015</b>	2014

	<b>£000</b>	£000	<b>£000</b>	£000
Trade receivables	<b>7,772</b>	5,572	<b>6,646</b>	4,326
Retentions on contracts	<b>1,681</b>	2,644	<b>1,681</b>	2,644
Amounts owed by subsidiary undertakings	-	-	<b>924</b>	1,264
Other receivables	<b>1</b>	44	<b>1</b>	42
	<b>9,454</b>	8,260	<b>9,252</b>	8,276
Gross amounts due from customers for contract work - included above	<b>491</b>	821	<b>224</b>	200

The aggregate amount of costs incurred and recognised profits to date on contracts is £13,280,000 (2014 - £13,881,000).

(a) Trade receivables are denominated in the following currencies

	<b>Group</b>		<b>Company</b>	
	<b>2015</b>	2014	<b>2015</b>	2014
	<b>£000</b>	£000	<b>£000</b>	£000
Sterling	<b>6,545</b>	4,105	<b>6,545</b>	4,105
Euro	<b>236</b>	510	<b>101</b>	221
US dollar	<b>643</b>	245	-	-
Other currencies	<b>348</b>	712	-	-
	<b>7,772</b>	5,572	<b>6,646</b>	4,326

Trade receivables are non-interest bearing and are generally on 30 days terms and are shown net of provision for impairment. The aged analysis of trade receivables not impaired is as follows:

<b>Group</b>	Total	Not past due	< 30 days	30-60 days	60-90 days	> 90 days
	£000	£000	£000	£000	£000	£000
<b>2015</b>	<b>7,772</b>	<b>6,328</b>	<b>1,224</b>	<b>98</b>	<b>105</b>	<b>17</b>
2014	5,572	3,686	1,058	159	49	620

As at 2nd May, 2015 trade receivables at a nominal value of £52,000 (2014 - £184,000) were impaired and fully provided. Bad debts of £151,000 (2014 - £165,000) were recovered and bad debts of £42,000 (2014 - £21,000) were incurred.

<b>Company</b>						
<b>2015</b>	<b>6,646</b>	<b>5,604</b>	<b>905</b>	<b>57</b>	<b>80</b>	-
2014	4,326	2,666	922	96	28	614

As at 2nd May, 2015 trade receivables at a nominal value of £39,000 (2014 - £168,000) were impaired and fully provided. Bad debts of £143,000 (2014 - £165,000) were recovered and bad debts of £15,000 (2014 - £5,000) were incurred.

(b) Retentions on contracts are denominated in the following currencies

	<b>Group</b>		<b>Company</b>	
	<b>2015</b>	2014	<b>2015</b>	2014
	<b>£000</b>	£000	<b>£000</b>	£000
Sterling	<b>1,681</b>	2,644	<b>1,681</b>	2,644
Euro	-	-	-	-
US dollar	-	-	-	-
Other currencies	-	-	-	-
	<b>1,681</b>	2,644	<b>1,681</b>	2,644

Retentions on contracts are non interest bearing and represent amounts contractually retained by customers on completion of contracts for specific time periods as follows:

<b>Group</b>	Total	Up to 6 months	6 - 12 months	12 - 18 months	18 - 24 months
	£000	£000	£000	£000	£000
<b>2015</b>	<b>1,681</b>	<b>1,681</b>	-	-	-

2014	2,644	2,644	-	-	-
<b>Company</b>					
<b>2015</b>	<b>1,681</b>	<b>1,681</b>	-	-	-
2014	2,644	2,644	-	-	-

(7) Cash		<b>Group</b>		<b>Company</b>	
		<b>2015</b>	2014	<b>2015</b>	2014
		<b>£000</b>	£000	<b>£000</b>	£000
Cash at bank and in hand		<b>9,884</b>	4,786	<b>8,935</b>	3,741
Short term deposits		<b>7,264</b>	9,500	<b>7,264</b>	9,500
		<b>17,148</b>	14,286	<b>16,19</b>	13,241

(8) Reserves

Share Capital

The balance classified as share capital includes the nominal value on issue of the Company's equity share capital, comprising 10p Ordinary shares.

Capital redemption reserve

The balance classified as capital redemption reserve represents the nominal value of issued share capital of the Company, repurchased.

Other reserve

This is the revaluation reserve previously arising under UK GAAP which is now part of non-distributable retained reserves.

Revaluation reserve

The asset revaluation reserve is used to record increases in the fair value of land and buildings and decreases to the extent that such decrease relates to an increase on the same assets previously recognised in equity. This also includes the impact of the change in related deferred tax due to the change in corporation tax (21% to 20%).

Special reserve

The balance classified as special reserve represents the share premium on the issue of the Company's equity share capital.

Currency translation reserve

The foreign currency translation reserve is used to record exchange differences arising from the translation of the financial statements of foreign subsidiaries. It is also used to record the effect of hedging net investments in foreign operations.

Treasury Shares

	<b>2015</b>	2014
	<b>£000</b>	£000
Employee Share Ownership Trust	<b>100</b>	100
Shares in treasury (see below)	<b>2,959</b>	2,959
	<b>3,059</b>	3,059

During 1991 the Company established an Employee Share Ownership Trust ("ESOT"). The trustee of the ESOT is Appleby Trust (Jersey) Ltd, an independent company registered in Jersey. The ESOT provides for the issue of options over Ordinary shares in the Company to Group employees, including executive directors, at the discretion of the Remuneration Committee.

The trust has purchased an aggregate 245,048 (2014 - 245,048) Ordinary shares, which represents 1.3% (2014 - 1.3%) of the issued share capital of the Company at an aggregate cost of £100,006. The market value of the shares at 2nd May, 2015 was £346,000 (2014 - £508,000). The Company has made payments of £Nil (2014 - £Nil) into the ESOT bank accounts during the period. No options over shares (2014 - Nil) have been granted during the period. Details of the outstanding share options, for Directors are included in the Directors' remuneration report.

The assets, liabilities, income and costs of the ESOT have been incorporated into the Company's financial statements. Total ESOT costs charged to the income statement in the period amounts to £4,000 (2014 - £4,000). During the period no options on shares were exercised (2014 - Nil) and no shares were purchased (2014 - Nil).

The Company made the following purchases of its own 10p Ordinary shares to be held in Treasury:

	<b>£000</b>
11th December, 2013 1,000,000 shares from the Group's pension scheme.	<b>1,722</b>
30th January, 2014 646,334 shares	<b>1,237</b>
	<hr/> <b>2,959</b> <hr/>

The preliminary announcement is prepared on the same basis as set out in the previous year's accounts.

The Directors confirm to the best of their knowledge that:

(a) the financial statements, prepared in accordance with International Financial Reporting Standards, give a true and fair view of the assets, liabilities, financial position and profit or loss of the group and the undertakings included in the consolidation taken as a whole; and

(b) the Chairman's Statement includes a fair review of the development and performance of the business and the position of the group and the undertakings included in the consolidation taken as a whole, together with a description of the principal risks and uncertainties that they face.

The preliminary announcement was approved by the Board on 17th June, 2015 and the above responsibility statement was signed on its behalf by Michael Bell, Executive Chairman and Michael O'Connell, Group Finance Director.

Copies of this announcement are available from the Company's registered office at MS INTERNATIONAL plc, Balby Carr Bank, Doncaster, DN4 8DH, England. The full Annual Report and Accounts will be posted to shareholders shortly and will be delivered to the Registrar of Companies after it has been laid before the Company in general meeting.