

MS INTERNATIONAL plc

Results for the 52 weeks ended 29th April, 2017

Chairman's Statement

Results and Review

It has been a period of solid growth across much of the Group coupled with important and significant new investment to ensure we continue to take full advantage of future opportunities.

Revenue has increased across three of the Group's four divisions and it would have been all four had it not been for the rescheduling of a delivery, for a long standing international defence customer, into our 2017/18 financial year. Even so, overall revenue was up an impressive 9.2% at £53.82m for the year ended 29th April 2017 (2016 - £49.28m).

Investment across the divisions was considerable and wide ranging, reflecting our determination and commitment to optimise their future potential. This increased investment nevertheless impacted short term returns and profit before taxation amounted to £1.53m (2016 - £1.68m). Earnings per share were 9.1p (2016 - 9.6p).

The balance sheet is strong and at the year-end had net cash amounting to £15.21m (2016 - £12.76m).

'Defence division' markets generally remained testing, reflecting the many constraints placed on global defence ministries which are faced with numerous, diverse threats and yet often only have limited resources to support military procurement programmes. Hence, although programmes may be approved and planning initiated, thereafter they frequently become delayed; postponed or at worst, even cancelled. Despite such unpredictability, it is important that we continue to invest in extensive new product development as well as essential international marketing campaigns, as we seek to match the ever-changing requirements and expectations of the international market.

'Forgings division' lifted revenue by 6% as a result of strong growth in the United States and a good measure of recovery in our Brazilian operations. European markets serviced from our UK facility, remained relatively constant but were, as a result, highly competitive. The very recent production 'start-up phase' of our new superb and substantial fork-arm manufacturing property in South Carolina – a notable investment – is in process. Whilst there is still much to do and costs to complete, the facility will provide a significant capability to meet the opportunities of a changing market place.

'Petrol Station Superstructures division' produced an impressive performance, lifting revenue by some 26% over last year. Pleasingly, the number of petrol stations operating in the UK increased in 2016, the first upturn in several decades. Demand for new station builds, upgrades, plus repairs and maintenance work created a strong market for 'Global-MSI'. Clearly, we are also benefiting from having added the complimentary capabilities of station branding via 'Petrol Sign' to that of our established design, manufacture and construction of canopies and convenience stores. Our broader offering has enabled the division's marketing operations to gain added impetus. Elsewhere, in a response to a lean market for new petrol stations in Eastern Europe, our Polish operation successfully expanded into other markets and completed new station builds in twelve other countries around the world in addition to its native Poland.

'Petrol Station Branding division,' with operations in the Netherlands; Germany and the UK are all making progress. Towards the end of the period, we were at last able to commence initial work on an extensive programme to rebrand the estate of a major petrol station client in Germany. The Netherlands' operation continues to support the initiation of the German programme and the UK business also in its first year of operation, successfully winning business independently and also when teaming-up with the 'Petrol Station Superstructures Division', for those clients requiring a 'one-stop' turn-key service.

Outlook

We believe that the Group is in excellent shape and well positioned to achieve further progress following the considerable investment made across the various businesses. The order book is at a higher level than at this time last year; in particular there is a good level of orders in hand for both established and recently developed defence products. The new fork-arm facility in the United States has commenced some initial production and the prospects for our two divisions that service the petrol station market, look most promising.

All matters considered the Board recommends the payment of a maintained final dividend of 6.5p per share (2016 - 6.5p), making the total for the year of 8p (2016 - 8p). The final dividend is expected to be paid on 24th July 2017 to those shareholders on the register at the close of business on 23rd June 2017.

Michael Bell
6th June 2017

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Consolidated income statement

For the 52 weeks ended 29th April, 2017

	2017	2016
	Total	Total
	£000	£000
Continuing operations		
Revenue	53,823	49,282
Cost of sales	(38,875)	(36,413)
Gross profit	14,948	12,869
Distribution costs	(3,654)	(3,104)
Administrative expenses	(9,523)	(7,909)
	(13,177)	(11,013)
Group operating profit	1,771	1,856
Finance revenue	33	47
Finance costs	(31)	(5)
Other finance costs - pensions	(247)	(216)
	(245)	(174)
Profit before taxation	1,526	1,682
Taxation	(28)	(98)
Profit for the period attributable to equity holders of the parent	1,498	1,584
Earnings per share: basic and diluted	9.1p	9.6p

Consolidated and company statement of comprehensive income

For the 52 weeks ended 29th April, 2017

	Group		Company	
	2017	2016	2017	2016
	Total	Total	Total	Total
	£000	£000	£000	£000
Profit for the period attributable to equity holders of the parent	1,498	1,584	2,702	1,926
Exchange differences on retranslation of foreign operations	757	228	-	-
Net other comprehensive profit to be reclassified to profit or loss in subsequent periods	757	228	-	-
Remeasurement gains/(losses) on defined benefit pension scheme	95	(826)	95	(826)
Deferred taxation on remeasurement on defined benefit scheme	(16)	165	(16)	165
Change in taxation rates	(75)	(153)	(75)	(153)
Net other comprehensive income/(loss) not being reclassified to profit or loss in subsequent periods	4	(814)	4	(814)
Total comprehensive income for the period attributable to equity holders of the parent	2,259	998	2,706	1,112

Consolidated and company statement of changes in equity

For the 52 weeks ended 29th April, 2017

	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
(a) Group									
At 2nd May, 2015	1,840	901	2,815	4,146	1,629	(289)	(3,059)	20,316	28,299
Profit for the period	-	-	-	-	-	-	-	1,584	1,584
Other comprehensive income/(loss)	-	-	-	-	-	228	-	(814)	(586)
Total comprehensive income	-	-	-	-	-	228	-	770	998
Dividends paid	-	-	-	-	-	-	-	(1,320)	(1,320)
Change in taxation rates	-	-	-	83	-	-	-	-	83
Depreciation of buildings revaluation	-	-	-	(7)	-	-	-	7	-
At 30th April, 2016	1,840	901	2,815	4,222	1,629	(61)	(3,059)	19,773	28,060
Profit for the period	-	-	-	-	-	-	-	1,498	1,498
Other comprehensive income	-	-	-	-	-	757	-	4	761
Total comprehensive income	-	-	-	-	-	757	-	1,502	2,259
Dividends paid	-	-	-	-	-	-	-	(1,320)	(1,320)
Change in taxation rates	-	-	-	42	-	-	-	-	42
Depreciation of buildings revaluation	-	-	-	(7)	-	-	-	7	-
At 29th April, 2017	1,840	901	2,815	4,257	1,629	696	(3,059)	19,962	29,041
(b) Company									
At 2nd May, 2015	1,840	901	1,565	4,240	1,629	-	(3,059)	17,554	24,670
Profit for the period	-	-	-	-	-	-	-	1,926	1,926
Other comprehensive loss	-	-	-	-	-	-	-	(814)	(814)
Total comprehensive income	-	-	-	-	-	-	-	1,112	1,112
Dividends paid	-	-	-	-	-	-	-	(1,320)	(1,320)
Change in taxation rates	-	-	-	83	-	-	-	-	83
Depreciation of buildings revaluation	-	-	-	(7)	-	-	-	7	-
At 30th April, 2016	1,840	901	1,565	4,316	1,629	-	(3,059)	17,353	24,545
Profit for the period	-	-	-	-	-	-	-	2,702	2,702
Other comprehensive loss	-	-	-	-	-	-	-	4	4
Total comprehensive income	-	-	-	-	-	-	-	2,706	2,706
Dividends paid	-	-	-	-	-	-	-	(1,320)	(1,320)
Change in taxation rates	-	-	-	41	-	-	-	-	41
Depreciation of buildings revaluation	-	-	-	(6)	-	-	-	6	-
At 29th April, 2017	1,840	901	1,565	4,351	1,629	-	(3,059)	18,745	25,972

Consolidated and company statements of financial position

At 29th April, 2017

	Group		Company	
	2017 £'000	2016 £'000	2017 £'000	2016 £'000
ASSETS				
Non-current assets				
Property, plant and equipment	19,099	15,955	12,653	12,869
Intangible assets	5,301	5,671	-	4
Investments in subsidiaries	-	-	14,339	14,170
Deferred income tax asset	1,272	1,376	1,272	1,376
	25,672	23,002	28,264	28,419
Current assets				
Inventories	10,145	7,043	7,989	5,808
Trade and other receivables	11,393	8,996	14,566	9,655
Income tax receivable	199	118	-	-
Prepayments	943	784	824	682
Cash and cash equivalents	15,210	12,758	13,526	11,017
	37,890	29,699	36,905	27,162
TOTAL ASSETS	63,562	52,701	65,169	55,581
EQUITY AND LIABILITIES				
Equity				
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	4,257	4,222	4,351	4,316
Special reserve	1,629	1,629	1,629	1,629
Currency translation reserve	696	(61)	-	-
Treasury shares	(3,059)	(3,059)	(3,059)	(3,059)
Profit for the period	1,498	1,584	2,572	1,755
Retained earnings	18,464	18,189	16,174	15,598
TOTAL EQUITY SHAREHOLDERS' FUNDS	29,041	28,060	25,973	24,545
Non-current liabilities				
Defined benefit pension liability	7,485	7,644	7,485	7,644
Deferred income tax liability	1,449	1,590	911	987
	8,934	9,234	8,396	8,631
Current liabilities				
Trade and other payables	25,464	15,253	30,607	22,270
Income tax payable	123	154	193	135
	25,587	15,407	30,800	22,405
TOTAL EQUITY AND LIABILITIES	63,562	52,701	65,169	55,581

Consolidated and company cash flow statements

For the 52 weeks ended 29th April, 2017

	Group		Company	
	2017 £000	2016 £000	2017 £000	2016 £000
Profit before taxation	1,526	1,682	2,544	1,880
<i>Adjustments to reconcile profit before taxation to net cash inflow/(outflow) from operating activities</i>				
Depreciation charge	1,105	1,060	853	861
Amortisation charge	535	609	4	9
Impairment in investment in subsidiary undertaking	-	-	(155)	28
Profit on sale of fixed assets	(35)	(98)	(34)	(91)
Finance costs	245	174	228	170
Foreign exchange gains	419	83	-	-
(Increase)/decrease in inventories	(3,102)	2,394	(2,181)	1,585
(Increase)/decrease in receivables	(2,397)	840	(4,911)	(403)
Increase in prepayments	(159)	(194)	(142)	(187)
Increase/(decrease) in payables	3,126	(1,981)	1,409	(1,705)
Increase/(decrease) in progress payments	7,085	(2,479)	6,928	(2,479)
Pension fund payments	(311)	(275)	(311)	(275)
Cash generated from /(invested in) operating activities	8,037	1,815	4,232	(607)
Net interest received	2	42	19	46
Taxation (paid)/received	(242)	(134)	65	16
Net cash inflow/(outflow) from operating activities	7,797	1,723	4,316	(545)
Investing activities				
Acquisition of Petrol Sign bv	-	(2,612)	-	(2,438)
Investment in Petrol Sign GmbH	-	-	-	(19)
Investment in Global MSI bv	-	-	(14)	-
Purchase of property, plant and equipment	(4,165)	(2,330)	(720)	(1,172)
Sale of property, plant and equipment	140	149	117	141
Net cash outflow from investing activities	(4,025)	(4,793)	(617)	(3,488)
Financing activities				
Dividends paid	(1,320)	(1,320)	(1,320)	(1,320)
Dividend received from subsidiary	-	-	130	171
Net cash outflow from financing activities	(1,320)	(1,320)	(1,190)	(1,149)
Increase/(decrease) in cash and cash equivalents	2,452	(4,390)	2,509	(5,182)
Opening cash and cash equivalents	12,758	17,148	11,017	16,199
Closing cash and cash equivalents	15,210	12,758	13,526	11,017

The financial information set out above does not constitute the Company's statutory accounts for the periods ended 29th April, 2017 or 30th April, 2016 but is derived from those accounts. Statutory accounts for 2016 have been delivered to the Registrar of Companies, and those for 2017 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 29th April, 2017 and 30th April, 2016. 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, manufacture, construction, branding, maintenance and restyling of petrol station superstructures. The Petrol Station Branding division is engaged in the design and installation of the complete appearance of petrol stations.

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		Petrol Station Branding		Total	
	2017 £000	2016 £000	2017 £000	2016 £000	2017 £000	2016 £000	2017 £000	2016 £000	2017 £000	2016 £000
	Restated		Restated		Restated		Restated			
Revenue										
External	20,847	21,907	12,562	11,922	13,745	10,842	6,669	4,611	53,823	49,282
Total revenue	20,847	21,907	12,562	11,922	13,745	10,842	6,669	4,611	53,823	49,282
Segment result	1,822	1,950	(721)	(393)	957	262	(287)	37	1,771	1,856
Net finance costs									(245)	(174)
Profit before taxation									1,526	1,682
Taxation									(28)	(98)
Profit for the period									1,498	1,584
Segmental assets	30,576	24,607	5,178	5,250	8,260	9,525	5,514	3,668	49,528	43,050
Unallocated assets (see below)									14,034	9,651
Total assets									63,562	52,701
Segmental liabilities	18,333	10,411	1,905	1,378	2,572	2,458	2,644	985	25,454	15,232
Unallocated liabilities (see below)									9,067	9,409
Total liabilities									34,521	24,641
Capital expenditure	219	214	3,297	1,443	254	470	341	80	4,111	2,207
Depreciation	211	233	305	362	627	575	347	336	1,490	1,506

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.

Following the establishment of the Petrol Station Branding division, management have revised the allocation of certain costs which has led to a restatement of the prior year segment result for the divisions. The total segment result of the Group for the prior year remains unchanged.

Geographical analysis

The following table presents revenue and expenditure and certain assets and liabilities information by geographical segment for the periods ended 29th April, 2017 and 30th April, 2016. 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	
	2017 £000	2016 £000	2017 £000	2016 £000	2017 £000	2016 £000	2017 £000	2016 £000
Revenue								
External	45,599	39,238	6,072	3,935	2,152	6,109	53,823	49,282
Non-current assets	21,230	21,683	4,351	1,246	91	73	25,672	23,002
Current assets	35,911	27,544	1,213	1,483	766	672	37,890	29,699
Liabilities	29,163	22,675	4,922	1,531	436	435	34,521	24,641
Capital expenditure	992	1,261	3,149	1,069	24	-	4,165	2,330

Information about major customers

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

Customer 1

2017

2016

Customer 1

£000

£000

9,065

-

-

10,042

2 Employee Information

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

Production

2017
Number

2016
Number

234

237

Technical

65

68

Distribution

30

31

Administration

80

59

409

395

(a) Staff costs

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

Wages and salaries

2017

2016

£000

£000

12,764

11,558

Social Security costs

1,355

1,227

Other pension costs

398

412

14,517

13,197

(b) Directors' emoluments

Aggregate directors' emoluments

Post employment benefits

2017

2016

£000

£000

1,152

1,128

31

31

1,183

1,159

3 Taxation

The charge for taxation comprises:

Current tax

United Kingdom corporation tax

Tax over provided in previous years

Foreign corporation tax

2017
£000

2016
£000

9

83

15

(82)

116

150

Group current tax	140	151
Deferred tax		
Origination and reversal of temporary differences	(73)	(54)
Adjustments in respect of prior years	(26)	37
Impact of reduction in deferred tax rate to 17%	(13)	(36)
Group deferred tax	(112)	(53)
Tax on profit	28	98
Tax relating to items charged or credited to other comprehensive income		
Deferred tax		
Deferred tax on remeasurement losses on pension scheme current year	16	(165)
Impact of reduction in deferred tax rate to 17%	75	153
Income tax in the statement of comprehensive income	91	(12)

(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 (20%) (2016 - 20%). The differences are explained below:

	2017	2016
	£000	£000
Profit before tax	1,526	1,682
Profit multiplied by standard rate of corporation tax of 20% (2016 - 20%)	305	336
Expenses not deductible for tax purposes	(434)	(173)
Adjustments in respect of overseas tax rates	181	16
Current tax adjustment in respect of prior periods	15	(82)
Deferred tax adjustment in respect of prior periods	(26)	37
Impact of reduction in deferred tax rate to 17%	(13)	(36)
Total tax charge for the period	28	98

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 £1,498,000 (2016 - £1,584,000).

(b) 16,504,691 (2016 - 16,504,691) Ordinary shares, being the weighted average number of Ordinary shares in issue.

This represents 18,396,073 (2016 - 18,396,073) being the weighted average number of Ordinary shares in issue less 1,891,382 (2016 - less 1,891,392) being the weighted average number of shares both held within the ESOT 245,048 (2016 - 245,048) and purchased by the Company 1,646,334 (2016 - 1,646,334).

5 Dividends paid and proposed

	2017	2016
	£000	£000
Declared and paid during the year		
On Ordinary shares		
Final dividend for 2016 : 6.50p (2015 - 6.50p)	1,073	1,073
Interim dividend for 2017 : 1.50p (2016 - 1.50p)	247	247
	1,320	1,320
Proposed for approval by shareholders at the AGM		
Final dividend for 2017 : 6.50p (2016 - 6.50p)	1,073	1,073

6 Trade and other receivables

	Group		Company	
	2017 £000	2016 £000	2017 £000	2016 £000
Trade receivables	9,631	7,744	6,792	6,578
Retentions on contracts	1,723	1,188	1,723	1,188
Amounts owed by subsidiary undertakings	-	-	6,036	1,874
Other receivables	39	64	15	15
	11,393	8,996	14,566	9,655
Gross amounts due from customers for contract work - included above	2,270	1,861	2,033	1,666

The aggregate amount of costs incurred and recognised profits to date on contracts is £13,679,000 (2016 - £10,775,000).

(a) Trade receivables are denominated in the following currencies

	Group		Company	
	2017 £000	2016 £000	2017 £000	2016 £000
Sterling	6,208	6,019	6,208	6,019
Euro	2,578	983	593	559
US dollar	516	361	(14)	-
Other currencies	329	381	5	-
	9,631	7,744	6,792	6,578

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:

Group	Total £000	Not past due £000	< 30 days £000	30-60 days £000	60-90 days £000	> 90 days £000
2017	9,631	8,028	1,397	182	15	9
2016	7,744	6,026	1,424	269	9	16

As at 29th April, 2017 trade receivables at a nominal value of £84,000 (2016 - £102,000) were impaired and fully provided. Bad debts of £19,000 (2016 - £51,000) were recovered and bad debts of £17,000 (2016 - £24,000) were incurred.

Company	Total £000	Not past due £000	< 30 days £000	30-60 days £000	60-90 days £000	> 90 days £000
2017	6,792	5,623	1,139	30	-	-
2016	6,578	5,182	1,158	238	-	-

As at 29th April, 2017 trade receivables at a nominal value of £37,000 (2016 - £39,000) were impaired and fully provided. Bad debts of £6,000 (2016 - £8,000) were recovered and bad debts of £4,000 (2016 - £23,000) were incurred.

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

	Group		Company	
	2017 £000	2016 £000	2017 £000	2016 £000
Sterling	1,723	1,188	1,732	1,188
Euro	-	-	-	-
US dollar	-	-	-	-
Other currencies	-	-	-	-
	1,723	1,188	1,732	1,188

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

Group	Total £000	Up to 6 months £000	6 - 12 months £000	12 - 18 months £000	18 - 24 months £000

2017	1,723	1,723	-	-	-
2016	1,188	1,188	-	-	-
Company					
2017	1,723	1,723	-	-	-
2016	1,188	1,188	-	-	-

7	Cash and cash equivalents	Group		Company	
		2017	2016	2017	2016
		£000	£000	£000	£000
	Cash at bank and in hand	9,880	7,420	13,526	5,715
	Short term deposits	5,330	5,338	-	5,302
		15,210	12,758	13,526	11,017

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 (18% to 17%).

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

	2017	2016
	£000	£000
Employee Share Ownership Trust	100	100
Shares in treasury (see below)	2,959	2,959
	3,059	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 (2016 - 245,048) Ordinary shares, which represents 1.3% (2016 - 1.3%) of the issued share capital of the Company at an aggregate cost of £100,006. The market value of the shares at 29th April, 2017 was £414,000 (2016 - £448,000). The Company has made payments of £Nil (2016 - £Nil) into the ESOT bank accounts during the period. No options over shares (2016 – 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 £5,000 (2016 - £7,000). During the period no options on shares were exercised (2016 - Nil) and no shares were purchased (2016 – Nil).

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

	£000
11th December, 2013 1,000,000 shares from the Group's pension scheme.	1,722
30th January, 2014 646,334 shares	1,237
	<hr/> 2,959 <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 6th June, 2017 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 available on our website at www.msiplc.com and will be delivered to the Registrar of Companies after it has been laid before the Company in general meeting.