

PenMc plc

Interim Results Statement

for the half year ended 28 February 2007

INTERIM RESULTS STATEMENT FOR THE HALF YEAR ENDED 28 FEBRUARY 2007

Chairman's statement

The activities in the first half of the current financial year have once again been concentrated on the resolution of prior year disposal issues. Progress has been achieved in this regard and positive cash flow from prior year disposals of £25,000 has resulted. However, the receipt of the contingent asset of £290,000 relating to the disposal of Benson McGarvey in October 2003 remains ongoing although progress has been made and the Directors are hopeful that this matter will be resolved in the near future.

At the Annual General Meeting of the Company held on 27 March 2007, it was announced that the Investment Strategy of the Company had not been fulfilled and, accordingly, the shares will continue to be suspended for 6 months as of 2 April 2007 and in the event that the strategy is still unfulfilled, the Company's listing on AIM will be cancelled on 3 October 2007.

Your board is continuing the process of reviewing investment opportunities and will communicate with shareholders at the appropriate time.

Laurie Turnbull
Non-Executive Chairman

INTERIM RESULTS STATEMENT FOR THE HALF YEAR ENDED 28 FEBRUARY 2007

Consolidated profit and loss account

for the half year ended 28 February 2007

| | Unaudited Half Year to 28 February 2007 £000 | Unaudited Half Year to 28 February 2006 £000 | Audited Year to 31 August 2006 £000 |
|---|---|---|--|
| TURNOVER | - | 25 | 25 |
| | ----- | ----- | ----- |
| OPERATING LOSS | (12) | (7) | (30) |
| Exceptional item - profit on disposal of discontinued operations | - | - | 56 |
| Net interest payable | - | - | - |
| | ----- | ----- | ----- |
| (LOSS)/PROFIT ON ORDINARY ACTIVITIES BEFORE TAXATION | (12) | (7) | 26 |
| - after exceptional items | (12) | (7) | 26 |
| Exceptional items - profit on disposal of discontinued operations | - | - | (56) |
| LOSS ON ORDINARY ACTIVITIES BEFORE TAXATION AND EXCEPTIONAL ITEMS | (12) | (7) | (30) |
| | ===== | ===== | ===== |
| Tax on (loss)/profit on ordinary activities | - | - | - |
| | ----- | ----- | ----- |
| (LOSS)/PROFIT ON ORDINARY ACTIVITIES AFTER TAXATION | (12) | (7) | 26 |
| | ===== | ===== | ===== |
| (Loss)/earnings per share: | | | |
| Basic | (0.01p) | (0.01p) | 0.03p |
| Basic excluding exceptional items | (0.01p) | (0.01p) | (0.03p) |
| | ===== | ===== | ===== |

All of the Group's turnover and operating loss in the period relate to discontinued activities.

There is no difference between the loss on ordinary activities before taxation and the loss sustained for the half year ended 28 February 2007 and their historical cost equivalents.

The Group has no recognised gains or losses other than those included in the results above.

INTERIM RESULTS STATEMENT FOR THE HALF YEAR ENDED 28 FEBRUARY 2007

Consolidated Balance Sheet

as at 28 February 2007

| | Unaudited as at 28 February 2007 £000 | Unaudited as at 28 February 2006 £000 | Audited as at 31 August 2006 £000 |
|---|---|---|---|
| CURRENT ASSETS | | | |
| Debtors | 14 | - | 42 |
| Cash at bank and in hand | 27 | 34 | 19 |
| | ----- | ----- | ----- |
| | 41 | 34 | 61 |
| CREDITORS: Amounts falling due within one year | | | |
| | (50) | (64) | (58) |
| | ----- | ----- | ----- |
| NET (LIABILITIES)/ASSETS | (9) | (30) | 3 |
| | ===== | ===== | ===== |
| CAPITAL AND RESERVES | | | |
| Called-up share capital | 981 | 981 | 981 |
| Share premium account | 20,113 | 20,113 | 20,113 |
| Profit and loss account | (21,103) | (21,124) | (21,091) |
| | ----- | ----- | ----- |
| (DEFICIENCY IN)/SURPLUS OF EQUITY | | | |
| SHAREHOLDERS' FUNDS | (9) | (30) | 3 |
| | ===== | ===== | ===== |

INTERIM RESULTS STATEMENT FOR THE HALF YEAR ENDED 28 FEBRUARY 2007

Consolidated cash flow statement

for the half year ended 28 February 2007

| | Unaudited Half Year to 28 February 2007 £000 | Unaudited Half Year to 28 February 2006 £000 | Audited Year to 31 August 2006 £000 |
|---|---|---|--|
| NET CASH OUTFLOW FROM OPERATING ACTIVITIES | (17) | (9) | (43) |
| Returns on investments and servicing of finance | - | - | - |
| Taxation repaid/(paid) | - | - | - |
| Capital expenditure and financial investment | - | - | - |
| Acquisitions and disposals | 25 | - | 19 |
| | ----- | ----- | ----- |
| INCREASE/(DECREASE) IN CASH | 8 | (9) | (24) |
| | ===== | ===== | ===== |

Reconciliation of movements in group equity shareholders' funds

for the half year ended 28 February 2007

| | Unaudited Half Year to 28 February 2007 £000 | Unaudited Half Year to 28 February 2006 £000 | Audited Year to 31 August 2006 £000 |
|---|---|---|--|
| (Loss)/profit for the period | (12) | (7) | 26 |
| | ----- | ----- | ----- |
| Net (reduction)/increase in equity shareholders' funds | (12) | (7) | 26 |
| Opening surplus of/(deficiency in) equity shareholders' funds | 3 | (23) | (23) |
| | ----- | ----- | ----- |
| Closing (deficiency in)/surplus of equity shareholders' funds | (9) | (30) | 3 |
| | ===== | ===== | ===== |

INTERIM RESULTS STATEMENT FOR THE HALF YEAR ENDED 28 FEBRUARY 2007

Notes to financial statements

1. (LOSS)/EARNINGS PER SHARE

The calculations of (loss)/earnings per share are based on the following losses or profits and numbers of shares:

| | Unaudited Half Year to 28 February 2007 £000 | Unaudited Half Year to 28 February 2006 £000 | Audited Year to 31 August 2006 £000 |
|--|---|---|--|
| (Loss)/profit on ordinary activities after taxation | (12) | (7) | 26 |
| Exceptional items | | | - |
| - profit on disposal of discontinued operations | - | - | (56) |
| | ----- | ----- | ----- |
| Loss before exceptional items | (12) | (7) | (30) |
| | ===== | ===== | ===== |
| | Number of shares 000 | Number of shares 000 | Number of shares 000 |
| Weighted average number of shares: | | | |
| For basic (loss)/earnings per share | 98,147 | 98,147 | 98,147 |
| | ----- | ----- | ----- |
| For diluted (loss)/earnings per share | 98,147 | 98,147 | 98,147 |
| | ===== | ===== | ===== |
| Basic | (0.01p) | (0.01p) | 0.03p |
| Basic excluding exceptional items | (0.01p) | (0.01p) | (0.03p) |
| Diluted | (0.01p) | (0.01p) | 0.03p |
| | ===== | ===== | ===== |

The directors have presented an alternative earnings per share figure to give a better indication of the long term results of the business. FRS14 requires presentation of diluted earnings per share when a company could be called upon to issue shares that would decrease net profit or increase net loss per share. Since it seems inappropriate to assume that option and warrant holders would act irrationally, no adjustment has been made to diluted (loss)/earnings per share for out-of-the-money share options and warrants. As there is no potential dilution, the basic and diluted (loss)/earnings per share figures are the same.

INTERIM RESULTS STATEMENT FOR THE HALF YEAR ENDED 28 FEBRUARY 2007

2. RECONCILIATION OF OPERATING LOSS TO OPERATING CASH FLOWS

| | Unaudited Half Year to 28 February 2007 £000 | Unaudited Half Year to 28 February 2006 £000 | Audited Year to 31 August 2006 £000 |
|--|---|---|--|
| Operating loss | (12) | (7) | (30) |
| Decrease in debtors | 3 | 9 | 4 |
| Decrease in creditors | (8) | (11) | (17) |
| | ----- | ----- | ----- |
| NET CASH OUTFLOW FROM OPERATING ACTIVITIES | (17) | (9) | (43) |
| | ===== | ===== | ===== |

3. ANALYSIS OF CASH FLOWS

| | Unaudited Half Year to 28 February 2007 £000 | Unaudited Half Year to 28 February 2006 £000 | Audited Year to 31 August 2006 £000 |
|--|---|---|--|
| <i>Returns on investments and servicing of finance</i> | | | |
| Interest received | - | 2 | 7 |
| Interest paid | - | (2) | (7) |
| | ----- | ----- | ----- |
| NET CASH OUTFLOW | - | - | - |
| | ===== | ===== | ===== |
| <i>Taxation</i> | | | |
| UK corporation tax repaid/(paid) | - | - | - |
| | ===== | ===== | ===== |
| <i>Capital expenditure and financial investment</i> | | | |
| Sale of tangible fixed assets | - | - | - |
| | ----- | ----- | ----- |
| NET CASH INFLOW | - | - | - |
| | ===== | ===== | ===== |
| <i>Acquisitions and disposals</i> | | | |
| Disposal of subsidiary undertakings | 25 | - | 19 |
| | ===== | ===== | ===== |

INTERIM RESULTS STATEMENT FOR THE HALF YEAR ENDED 28 FEBRUARY 2007

4. ANALYSIS AND RECONCILIATION OF NET FUNDS

| | At 1 September 2006 £000 | Cash flow £000 | At 28 February 2007 £000 |
|---|---|---|--|
| Cash in hand, at bank | 19 | 8 | 27 |
| | ----- | ----- | ----- |
| Net funds | 19 | 8 | 27 |
| | ===== | ===== | ===== |
| | Unaudited Half Year to 28 February 2007 £000 | Unaudited Half Year to 28 February 2006 £000 | Audited Year to 31 August 2006 £000 |
| Increase/(decrease) in cash in the period | 8 | (9) | (24) |
| | ----- | ----- | ----- |
| Change in net debt resulting from cash flows | 8 | (9) | (24) |
| | ----- | ----- | ----- |
| Movement in net debt in period | 8 | (9) | (24) |
| Net funds at start of period | 19 | 43 | 43 |
| | ----- | ----- | ----- |
| Net funds at end of period | 27 | 34 | 19 |
| | ===== | ===== | ===== |

5. BASIS OF PREPARATION

The financial information included in this interim statement for the half year ended 28 February 2007 does not constitute statutory accounts within the meaning of section 240 of the Companies Act 1985 and is neither audited nor reviewed. The financial information has been prepared on the basis of accounting policies consistent with those set out in the statutory financial statements for the year ended 31 August 2006, which have been filed with the Registrar of Companies and on which the auditors gave an unqualified opinion.

6.

The Interim Statement was approved by the Board on 21 May 2007.

7.

Copies of this announcement are available to members of the general public from the company's Registered Office at Barton Hall, Hardy Street, Eccles, Manchester, M30 7NB.