

AUTOCLENZ HOLDINGS Plc
Preliminary Results
for the year ended 31 December 2008

STATEMENT BY THE CHAIRMAN, JAMES LEEK

Results

It has been a challenging year with the effects of the recession increasingly impacting our revenue from the automotive sector particularly during the last quarter. Nonetheless, overall sales rose by 3.5% from £27m to £27.9m, reflecting a full year's contribution of our new *Movements* business, offset by the loss of some of our auction business.

Our adjusted operating profit (before the amortisation of intangibles and share option related charges) was £1.20m (2007 £1.86m) and interest charges were similar to 2007 at £0.3m, giving an adjusted profit before tax of £0.9m (2007: £1.55m) and adjusted earnings per share of 5.51p (2007:9.78p). I am pleased to report that despite the increasingly difficult market conditions, these results are slightly ahead of stockbrokers forecasts issued after our trading update in August 2008.

We believe that the reporting of adjusted operating profits as defined above gives shareholders a helpful indication of movements in our real earnings level; a reconciliation of these figures to those in the Consolidated Income Statement is given in the accompanying Finance Review.

Operating Review

We now manage and operate our activities in two distinct sectors

- **Automotive Services** (incorporating AUTOCLENZ Valeting / PINNACLE, AC SMART, READY TO RENT and MOVEMENTS)

- **Specialist Cleaning Services** (incorporating the rapid response decontamination and specialist deep cleaning services of REACT)

The four different products of Automotive Services are increasingly being offered across our full range of automotive customers, with an integrated and flat management structure; we therefore now report them as one business sector, whilst highlighting for shareholders significant changes in mix or volume that have taken place in the year.

continued...

Automotive services:

Sales increased to £26.4m (2007: £25.5m). The first full year of operating our MOVEMENTS business (collection and delivery principally for the rental market) added £3.5m to group sales, but this was offset by the loss of some £2m from our major auction customer (as announced in late 2007). This mix change contributed to the fall in gross profit margins from 24.1% in 2007 to 21.6% in 2008. Notable market and operating changes are taking place within the four automotive product areas:

- In our core AUTOCLENZ Valeting market which accounts for the major part of the Groups Automotive Service we face relentless competition and price pressure. We combat this by our offer of superior service which is valued by our customers and continuous reviews of cost-down potential and process improvements. At PINNACLE, our prestige valet preparation service, we successfully renegotiated the contract with one of our principal customers for a further two years to December 2010, albeit at the expense of some gross margin; we have restructured this part of our business to negate some of this margin impact.
- AC SMART repairs showed a slight decline in line with used car sales, but we have responded by removing the higher cost mobile service and sought business from automotive dealerships that have a need for a 'static' implanted operator on their own site. The cost savings are already delivering a good improvement in gross profitability which places us in a better position for the future. We are also developing a "slimmed down" version of AC SMART called MICROSMART which we can now offer to smaller retail automotive dealerships.
- READY TO RENT (valeting for the car rental industry) saw sales growth in the year but this part of the business is extremely price sensitive with contracts being renegotiated throughout the year; here again we are taking steps by operational improvements to offset some of this impact.
- MOVEMENTS by AUTOCLENZ is the division formed late in November 2007 from the demise of an independent business. We secured and selectively pruned the customer contracts and we have spent the year adjusting its cost base and its operating procedures so that it is now a profit contributor. We are moving from petrol-powered mini-bikes to electric power which reduces cost, increases labour options and improves the environment. We are also now offering the service outside the rental market to our traditional automotive dealership customers – this should not only improve its profitability in 2009 but is also part of our total package to such customers which differentiates us from our competitors and should increase the value of our services and ability to retain such customers.

continued...

Our Chief Executive Grahame Rummery and his team have set the following overall objectives to maintain the net profitability of our Automotive Services in today's challenging recessionary climate:

- A re-structured and better resourced sales and marketing approach, led by a new Head of Sales, is focused on a drive for new business from both existing and new customers
- A new determination to “cross-sell” by offering our current and potential retail automotive customers the following range of services via one single Management Team under the banner of ‘DEALERCARE’:
 - Valeting
 - SMART Repairs – sold via the Service Department
 - Collection and Delivery – utilising MOVEMENTS
 - Premises Cleaning
- Our reported gross margin of 21.6% is unsatisfactory. It is being addressed and offset by a programme of relentless driving down our fixed and operating cost base through re-negotiation of outsourced supplies and services and better labour utilisation.

Specialist Cleaning Services

REACT has been less affected by recessionary pressure and showed a moderate level of sales growth to £1.6m (2007: £1.5m). It delivers a significantly higher gross profit margin (around 57%) than Automotive Services and operates in a wider support services market which grows with demand for outsourcing and increased health and safety requirements. It is therefore of fundamental importance that we focus a major part of our efforts on the sales growth and wider customer base of this business.

We have undertaken a review of REACT using some outside consultancy help and as a result have re-structured it in two ways: its dedicated sales team has been re-focused, and its services are now being delivered from a separate operational unit via our Automotive Management Team which gives additional labour flexibility in the non-clinical market place.

This separation has given us the opportunity to have a far more sales driven organisation for 2009 with increased marketing resources. We believe that with greater visibility of activity and increased targeting of potential new customers in new markets such as housing associations, catering and hygiene, we should at last begin to show the growth which this highly valued and specialist service can deliver.

Balance sheet and cash flow

In the current serious recession, cash flow and debt management are our number one priority. I am pleased to report that we have continued to make good progress in this area with operating cash flow of £1.8m (2007: £1.8m) after capital expenditure of £0.5m (2007: £0.8m). At the year end net debt stood at £2.7m, a reduction of £1.1m during the year. During 2009 we are budgeting to continue this reduction and would like to see net debt at or below £2m – a level which we feel is more appropriately conservative given the tough conditions in the banking markets and the vulnerability of profits in a recession.

continued...

Because of the priority we are giving to cash flow and complying with banking covenants we have decided, as foreshadowed in our August 2008 trading update, to pay no dividend for 2008. If we achieve our targeted debt reduction and maintain profitability then we would hope to be able to recommence payment of modest dividends based on our 2009 results.

Our bankers, HSBC, have been most supportive and as reported in our half-year statement have agreed the resetting of covenants to a level which is more appropriate to the lower level of earnings which the company is achieving compared to the time of its flotation on the AIM market in December 2005. Further detail of this important area are given in the accompanying Finance Review.

Corporate and Board Matters

We have reacted to the downturn by reviewing and reducing wherever possible central corporate costs, which are largely dictated by being listed on the AIM market. Shareholders will notice a less colourful annual report (there are however plenty of photographs on our website www.autoclenz.co.uk and www.react-decon.co.uk); we have reduced our professional costs ; the non-executive directors have reduced their fees and the executive directors have accepted a pay freeze. The effect is an annualised saving of £100,000 compared to 2008.

I was appointed Chairman of Autoclenz in January 2009, having volunteered myself for the post. We thank John Bell for acting as Chairman during the first three years of Autoclenz's life as a public company. I am under no illusion about the challenges which face the company today and the financial pain shareholders are suffering with a share price which is some 88% below the original issue price in December 2005 and no current dividend. I have no short term panacea but my experience of working with companies during past recessions together with the financial incentive I have as an 8% shareholder may be of some positive help in rebuilding shareholder value.

People

Of necessity we have seen a reduction in headcount throughout the year both in terms of Management and Administration and our employees and sub-contractors; we have also moved people within the business to take on additional work and responsibilities.

Whilst all of these changes have been going on the various management teams have worked hard to maintain morale and motivation in what has been a difficult economic climate. On behalf of our shareholders we thank all of those that have contributed to the business throughout 2008.

Outlook

There is a strong determination from everyone at Autoclenz that, despite the worst recession since the post-war years, we should strive to at least maintain our profitability at or above the 2008 level. As we face the daily barrage of fresh economic disaster, our challenge is to try and ensure that the many selling and operational improvements detailed above are converted from words into actions and can help offset the pressure on sales and margins. Our internal budgets are drawn on this basis but do assume that there are no major failures / closures amongst our automotive customers, and that the used car market (which is more important to our sector than headline new car sales) retains the reasonable level of resilience which it has shown so far.

I look forward to updating shareholders on this ambitious programme and the short-term outlook at the time of our AGM on May 21st 2009.

James Leek
Chairman

AUTOCLENZ HOLDINGS Plc
Preliminary Results
for the year ended 31 December 2008

FINANCE REVIEW BY THE GROUP FINANCE DIRECTOR, TREVOR CLINGO

Period Reported

The primary statements all cover the period from 1 January to 31 December 2008. The Autoclenz Holdings Plc Group consolidates both its wholly owned subsidiaries Autoclenz Limited and Autoclenz Services Limited. Autoclenz Services Limited concentrates on a Collection and Delivery Service for both Rental and Retail customers trading as 'Movements by Autoclenz'. The comparative trading period is 1 January to 31 December 2007

Summary Financial Results

The sales for 2008 increased by 3.5% on the comparable period in 2007.

Reconciliation of profit

£'000	2008	2008	2007	2007	Change in Year %
Sales					
Automotive Services	26401		25496		3.5%
Specialist Cleaning	1568		1517		3.4%
Total Sales	27969		27013		3.5%
Gross Profit		Gross Margin %		Gross Margin %	
Automotive Services	5715	21.6%	6140	24.1%	-8.1%
Specialist Cleaning	888	56.6%	879	57.9%	1.0%
Total Gross Profit	6603	23.6%	7019	26.0%	-5.9%
Fixed Costs	-5399		-5164		-4.6%
Adjusted Operating Profit before Interest	1204		1855		-35.1%
Interest	-294		-307		4.2%
Adjusted Operating Profit after Interest	910		1548		-41.2%
Amortisation of Intangible Assets	-1070		-1069		0.1%
Share Option Related Charges	-86		-86		0.0%
(Loss)/ Profit before Tax as per Consolidated Income statement	-246		393		-162.6%

continued...

The sales within the core Automotive Services Division were up 3.5% against 2007. This increase reflects considerable gains from within the Ready to Rent sector set against the loss of some Auction business announced in Q4 2007.

React sales increased by 3.4% in 2008 in a difficult market place, a testament to the reputation this service has in the Rail, Police and Housing Sectors.

Gross Profit

The gross profit reduced by 5.9% on the comparable period in 2007.

The gross margin fell by 2.4% to 23.6% in 2008. Customers within the Automotive Services segment of the Group found an increasingly difficult market as 2008 drew to a close. Margin in these businesses reduced by 2.5% to 21.6% predominantly due to the change in mix of our business, the loss of the higher margin Auction business was offset by the increase in sales in the Ready to Rent and Movements, which are lower margin. Dilution of margin was minimised by offering additional services to current customers and a tight control on direct costs.

Taxation

The effective rate of taxation in the period on profit before intangible asset amortisation, share based cost and adjustments to the deferred tax relating to IAS12's is 37% (2007 34%)

(Loss)/Earnings per Share

Basic loss per share for the period was 2.51p and fully diluted loss per share for the year was 2.46p The basic earnings per share before the amortisation of intangible assets, share option related charges and deferred tax adjustments relating to IAS 12 was 5.51 p (2007 9.78p)

Dividend

No dividend is to be paid from 2008 earnings.

Cash Flow

Reconciliation of Cash Flow

£'000	2008	2007	better / (worse)
Opening Debt	-3792	-4809	1017
Net Cash from Op Activities	2269	2540	-271
Asset acquired on finance lease	-42	0	-42
Capex	-472	-786	314
Proceeds on Disposal	58	70	-12
Financing	-294	-307	13
Dividends Paid	-385	-500	115
Closing Debt	-2658	-3792	1134

continued...

Net debt reduced by £1,134,000 in the year due to excellent conversion of profits to operating cash of £2,269,000 (2007, £2,540,000) and a reduction of capital expenditure to £472,000 (2007, £786,000).

Banking Facilities

The bank facilities agreement dated 1 December 2005, where the loan of £5 million over 5 years and the provision of a £3 million working capital facility was put in place remains the same.

At 30th June 2008 there was a breach of the cash covenant, one of the four covenants attached to the facility agreement. A waiver of this breach was subsequently issued by the lender and resetting of the covenants took place. The margins applicable to the loan were adjusted from November 3rd,. The bank has been supportive of the company throughout 2008 and continues to be so. All term loan repayments have been made on due dates and covenants have all been complied with in Q3 and Q4 of 2008.

As at 31 December 2008 a net £16,000 was being utilised of the working capital facility (2007, (£58,000)).

In 2008, £1,250,000 was repaid on the term loan, leaving a balance of £2,600,000 a further £1,300,000 will be paid in 2009, all in line with the 1 December 2005 facility agreement.

Key Performance Indicators (KPI)

Key Performance Indicators are used by the board and Senior Management to monitor progress against targets on a monthly basis. The major KPI's for 2008 were:

	<i>Target</i>	<i>Actual</i>
Sales Growth	5%	3.5%
Gross Margin	24.2%	23.6%
Divisional Management Costs	11.6%	10.4%
Customer Care Survey Collection	78%	80%
Customer Enquiries Resolved within ISO timescales	95%	99%

The lower than expected sales growth was due to an increase in customer loss rates during the first half of 2008. A focus on the account management has reduced the level of losses in the second half. There has also been a strengthening of processes in React towards the end of 2008 which should lead to improved growth in 2009.

Principal Risks and Uncertainties

The principal risks and uncertainties are listed below, together with managements view on how these are assessed, managed and mitigated to minimise their potential impact on the reported performance of the Group.

continued...

The principal risks currently are considered to be:

Principal Risk

Mitigating Action

Self Employed Status of Valeters

Process Audits, Review of Operating Process.
Specialist Professional Advice
Change in Administration System

Loss of Customer to Competition

Multi Service Offering
Paperless Vehicle Management System
linked to Customer Service
Customer Care Process, managed by
Independent Manager.

Succession Planning, Retention and Capability

Competitive Pay and Benefits
Personal Performance Related Bonus
Career Progression

Financial Risk and Management

Principal Risk

Mitigating Action

Credit Risk – potential that a customer is
unable to pay their debt

Credit checks on all new customers
Rigorous use of Credit Recovery Agents
Meticulous approach to credit control

Price Pressure – Highly competitive market,
with low barriers to entry

Multi service offering, reduce the effect of
single service provider offering lossleader
prices.
Competitor prices monitored by Sales Team
Regular re-evaluation of margin requirements
for new and current business

Liquidity – potential that there is not sufficient
funds available for ongoing operation

Mixture of long term and short term debt
Regular communication with lenders
Alternative methods evaluated to provide
working capital business

Interest rate risk

Use of interest rate swap contracts to hedge
those exposures.

Going Concern Basis

The Group's business activities are detailed in the Chairman's Statement on pages 2-5. The financial position of the Group, its cash flows, liquidity position and borrowing facilities are described earlier in this Finance Report.

As highlighted earlier in the Financial Review, the Group meets its day to day working capital requirement through a revolving credit facility which is due for renewal on December 31st 2010.

After making enquiries the Directors have a reasonable expectation that the company and the Group have adequate resources to continue in operational existence for the foreseeable future. Accordingly the Directors continue to adopt the going concern basis in preparing the Annual Report and Accounts.

AUTOCLENZ HOLDINGS Plc
CONSOLIDATED INCOME STATEMENT
 For the year ended 31 December 2008

		Year ended 31 December 2008	Year ended 31 December 2007
	Notes	£000	£000
Revenue	1	27,969	27,013
Cost of sales		<u>(21,366)</u>	<u>(19,994)</u>
Gross profit		6,603	7,019
Distribution costs		(544)	(636)
Administration expenses		(6,011)	(5,683)
Operating profit		48	700
Finance costs		(294)	(307)
(Loss)/profit before tax		(246)	393
Tax	3	<u>(15)</u>	<u>255</u>
(Loss)/profit for the year		<u>(261)</u>	<u>648</u>
Basic (loss)/profit per share	4	-2.51p	6.23p
Diluted (loss)/profit per share	4	-2.46p	6.08p

The results for the period are derived from continuing operations.

AUTOCLENZ HOLDINGS Plc
CONSOLIDATED BALANCE SHEET
As at 31 December 2008

	Notes	As at 31 December 2008 £000	As at 31 December 2007 £000
Assets			
Non-current assets			
Goodwill		9,091	9,091
Other intangible assets		6,103	7,173
Property, plant and equipment		593	847
		<hr/> 15,787	<hr/> 17,111
Current assets			
Inventories		17	11
Trade and other receivables		2,754	4,274
Cash and cash equivalents		784	658
		<hr/> 3,555	<hr/> 4,943
Total assets		<hr/> 19,342	<hr/> 22,054
Current liabilities			
Trade and other payables	6	(1,281)	(2,214)
Obligations under finance lease	6	(10)	-
Current tax liabilities	6	(820)	(1,132)
Borrowings	6	(2,100)	(1,850)
Non-current liabilities			
Deferred tax liability		(1,510)	(1,834)
Obligations under finance lease	7	(32)	-
Borrowings	7	(1,220)	(2,480)
		<hr/> (6,973)	<hr/> (9,510)
Total liabilities		<hr/> (6,973)	<hr/> (9,510)
Net assets		<hr/> 12,369	<hr/> 12,544
Equity			
Share capital		1,040	1,040
Share premium account		11,383	11,383
Share option reserve		292	206
Retained earnings		(346)	(85)
		<hr/> 12,369	<hr/> 12,544
Total equity		<hr/> 12,369	<hr/> 12,544

AUTOCLENZ HOLDINGS Plc
CONSOLIDATED CASH FLOW STATEMENT
For the year ended 31 December 2008

	Note	£000	Year ended 31 December 2008 £000	Year ended 31 December 2007 £000
Net cash inflow from operating activities	8		2,269	2,540
Investing activities				
Interest received		29		27
Proceeds on disposal of property, plant and equipment		58		70
Purchases of property, plant and equipment		(472)		(786)
Net cash used in investing activities			<u>(385)</u>	<u>(689)</u>
Financing activities				
Dividends paid		(385)		(500)
Repayment of borrowings		(1,050)		(550)
Interest Paid		(323)		(334)
Net cash used in financing activities			<u>(1,758)</u>	<u>(1,384)</u>
Increase in cash			<u><u>126</u></u>	<u><u>467</u></u>

AUTOCLENZ HOLDINGS Plc
NOTES TO THE CONSOLIDATED FINANCIAL ACCOUNTING STATEMENTS

1. Segmental analysis

	2008 £000	2007 £000
Revenue		
Automotive Services	26,401	25,496
Specialist Cleaning Services	1,568	1,517
	27,969	27,013
Results		
Automotive Services	5,715	6,140
Specialist Cleaning Services	888	879
Distribution costs	(544)	(636)
Administration expenses	(6,011)	(5,683)
Finance cost	(294)	(307)
	(246)	393
(Loss)/profit before tax		
Tax	(15)	255
	(261)	648
(Loss)/profit after tax	(261)	648

The Group does not allocate all operating costs to the segments identified above, and these unallocated costs are separately identified above.

Assets and Liabilities are not split by segment. The nature of the services provided is such that the return on capital is not a useful measure. The low value assets are not apportioned across the various businesses and the ledgers for payables and receivables are not segmented. Geographically the Group operates solely in the UK and as such revenue, costs, assets and liabilities all originate and are held in the UK.

continued...

2. Profit on ordinary activities before taxation

	2008 £'000	2007 £'000
Profit on ordinary activities before taxation is stated after charging/(crediting):		
Depreciation of owned property, plant and equipment	698	633
Amortisation of intangible assets	1,070	1,069
Amortisation of finance cost	40	40
Fees payable to the company's auditors for the audit of the company accounts	2	10
Fees payable to the company's auditors for the audit of the group accounts	18	32
The audit of the company's subsidiary pursuant to legislation	22	22
Total Audit Fees	<u>42</u>	<u>64</u>
Recruitment and remuneration services	-	-
Corporate Finance Services	13	15
Total non audit fees	<u>13</u>	<u>15</u>
Profit on disposal of property, plant and equipment	<u>(31)</u>	<u>(48)</u>

3. Tax

	2008 £'000	Restated 2007 £'000
The tax charge comprises:		
UK corporation tax at current rates	277	483
Adjustment for prior years	63	27
Current tax	<u>340</u>	<u>510</u>
Deferred tax	(322)	(455)
Adjustment in respect of prior period	<u>(3)</u>	<u>(310)</u>
UK corporation tax at current rates	<u>15</u>	<u>(255)</u>

The standard rate of tax for the period, based on the UK standard rate is 28% (2007: 30%). The actual tax charge for the current and previous period differs from the standard rate for the reasons set out below in the following reconciliation:

	2008 £'000	Restated 2007 £'000
(Loss)/profit on ordinary activities before taxation	(246)	393
Tax at 28% (2007: 30%)	69	(118)
Expenditure not deductible for tax purposes	(376)	(357)
Deferred tax liability on intangibles	305	321
Capital allowances in excess of depreciation	-	5
Adjustment in respect of prior period	(60)	283
Short term timing differences	-	(2)
Trading losses utilised	49	-
Effect of changes in tax rate	<u>(2)</u>	<u>123</u>
Current year tax	<u>(15)</u>	<u>255</u>

continued...

4. (Loss)/earnings per share

	2008		2007	
	Basic shares	Diluted shares	Basic shares	Diluted shares
Weighted average number of ordinary shares	10,400,020	10,400,020	10,400,020	10,400,020
Effect of dilutive potential ordinary shares: share options	-	207,675	-	256,966
Total	10,400,020	10,607,695	10,400,020	10,656,986
(Loss)/profit (£000s)	(261)	(261)	648	648
(Loss)/profit per share (pence)	-2.51	-2.46	6.23	6.08
Earnings per share (excl amortisation and share-based payment) (pence)	8.61	8.44	17.34	16.92

5. Dividends

	2008 £000	2007 £000
Dividends on equity shares		
- interim of nil (2007: 1.8p) per ordinary share	-	187
- final of nil (2007: 3.7p) per ordinary share	-	385
	<u>-</u>	<u>572</u>

6. Current Liabilities

	Restated	
	2008	2007
Amounts falling due within one year	£000	£000
Short term loan	800	600
Bank loan and overdraft	1,300	1,250
Trade creditors	759	1,096
Finance lease	10	-
Corporation tax	141	162
Other taxation and social security	679	970
Other creditors	29	31
Accruals and deferred income	493	702
Proposed dividend	-	385
	<u>4,211</u>	<u>5,196</u>

continued...

7. Borrowings

	2008 £000	2007 £000
Secured borrowings at amortised cost		
Bank loan	1,220	2,480
Finance lease	32	-
	<u>1,252</u>	<u>2,480</u>
More than one year but not more than two years	1,310	1,300
More than two years but not more than five years	22	1,300
Finance costs incurred obtaining the bank loan	(200)	(200)
Finance costs amortised	120	80
	<u>1,252</u>	<u>2,480</u>

The bank loan is secured by a charge on all the assets of the Group. Interest is charged at 2.50% over LIBOR (2007: 1.75%).

8. Cash flow

Reconciliation of operating profit to net cash inflow from operating activities

	2008 £000	2007 £000
(Loss)/profit for the year	(261)	626
Adjustments for:		
Finance income	(29)	(27)
Finance costs	323	334
Income tax expense	15	(255)
Depreciation of property, plant and equipment	698	633
Amortisation of intangible assets	1,070	1,069
Amortisation of finance costs	40	40
Share based payment expense	86	86
Gain on disposal of property, plant and equipment	(31)	(48)
	<u>1,911</u>	<u>2,458</u>
Operating cash flows before movements in working capital		
(Increase)/decrease in inventories	(6)	(9)
(Increase)/decrease in receivables	1,520	(227)
Increase/(decrease) in payables	(795)	980
	<u>2,630</u>	<u>3,202</u>
Cash generated by operations		
Income taxes paid	(361)	(662)
	<u>2,269</u>	<u>2,540</u>
Net cash from operating activities		

continued...

9. Reconciliation of movement in shareholders' funds

	2008 £000	2007 £000
(Loss)/profit for the year	(261)	626
Dividends	-	(572)
Net reduction in shareholders' funds	(261)	54
Opening shareholders' funds	12,544	12,404
Share Option Reserve	86	86
Closing shareholders' funds	<u>12,369</u>	<u>12,544</u>

10. Reconciliation of net cash flow to movement in net debt

	2008 £000	2007 £000
Increase in cash in the period	126	467
Cash inflow from movements in debt	1,008	550
Change in net debt resulting from cashflows	1,134	1,017
Net debt at beginning of period	(3,792)	(4,809)
Net debt at end of period	<u>(2,658)</u>	<u>(3,792)</u>

11. Analysis of changes in net debt

	At 1 January 2008 £000	Cash flow £000	At 31 December 2008 £000
Cash at bank	658	126	784
Debt due within one year	(1,850)	(260)	(2,110)
Debt due after one year	(2,600)	1,268	(1,332)
Net debt	<u>(3,792)</u>	<u>1,134</u>	<u>(2,658)</u>

- 12.** The financial information set out above does not constitute the company's statutory accounts for the years ended 31 December 2008 or 2007, but is derived from those accounts. Statutory accounts for 2007 have been delivered to the Registrar of Companies and those for 2008 will be delivered following the company's annual general meeting. The auditors have reported on those accounts; their reports were unqualified, did not draw attention any matters by way of emphasis without qualifying their report and did not contain statements under s237(2) or (3) Companies Act 1985.
- 13.** The Annual Report is to be published and sent to shareholders shortly. Copies will be also available on request from The Company Secretary, Autoclenz Holdings Plc, Stanhope Road, Swadlincote, Derbyshire, DE11 9BE and will also be available on the Company web-site: www.autoclenz.co.uk
- 14.** The Annual General Meeting will be held at the Company's registered office : Stanhope Road, Swadlincote, Derbyshire, DE11 9BE at 11.30am on Thursday, 21 May 2009.