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Matica PLC (“Matica” or the “Company”)

Proposed Rights Issue to raise approximately £3.5 million

The Board of Directors of Matica, the international supplier of card personalisation and card mailing systems, announces a 7 for 2 Rights Issue to raise gross proceeds of approximately £3.5 million (before expenses). The Rights Issue is subject to approval by Shareholders at a General Meeting to be held on 5 November 2009.

Highlights

- 7 for 2 Rights Issue of 35,219,856 New Ordinary Shares at a price of 10 pence per New Ordinary Share, representing a 63.64 per cent. discount to the closing middle market price of 27.5 pence per Ordinary Share.
- The proceeds of the Rights Issue will be used to expand the Company's sales and support infrastructure and to add new distributors and dealers; for research and development of new card personalisation systems, with particular reference to graphic desktop systems and high speed systems; and for working capital.

A circular will be posted to Shareholders today which will include the Notice of General Meeting. The circular will also appear on the Company's website at www.maticasystem.com.

Sandro Camilleri, Chief Executive Office of Matica commented:

“The Board continues to believe that the prospects for Matica are encouraging. Whilst the Company has experienced difficulties in 2009 due to the prevailing economic conditions, the proceeds of the Rights Issue will provide the Company with capital to assist in its continued growth and to ensure there is sufficient working capital.

I am confident that through taking measures such as cutting costs and, through a successful Rights Issue, that the Company will be well positioned to grow in the future”.

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Enquiries

Sandro Camilleri
CEO, Matica plc
+39 0272 2501

Hanson Westhouse Limited
Tim Metcalfe
+ 44 (0) 20 7601 6100

Disclaimer

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General Meeting

In the event that the Resolution is not passed at the General Meeting, the Company cannot complete the Rights Issue. As a result the Company may not have sufficient working capital for its present requirements, that is, for at least the 12 month period from the date of publication of the Circular. In that case, the Directors would need to make further significant overhead reductions, in addition to those detailed in the Interim Results published on 29 September 2009 and there would not be enough working capital to pursue their planned activities which form the basis of the Company's growth plans.

As well as overhead reductions, the Directors would need to make reductions in investment related to research and development which could affect the implementation of growth strategies by Matica Americas, the Company's US subsidiary company.

The Directors believe that the taking of such steps to further reduce overheads and curtail expansion plans would lead to significant loss of current and potential value for Shareholders. However, the Directors are of the opinion that the Group would have enough working capital for a period of at least 12 months were the Company to undertake the significant overhead reduction plan referred to above and no longer pursue its current plans.

AIM

The New Ordinary Shares will be admitted to AIM and it is emphasised that no application is being made for admission of the New Ordinary Shares to the Official List or to any other stock exchange at this time. An investment in shares quoted on AIM may be less liquid and may carry a higher risk than an investment in shares quoted on the Official List. The rules of AIM are less demanding than those of the Official List. Further, neither the United Kingdom Listing Authority nor the London Stock Exchange have examined or approved the contents of this announcement. A prospective investor should be aware of the risks of investing in such companies and should make the decision to invest only after careful consideration and, if appropriate, consultation with an independent financial adviser authorised for the purposes of FSMA who specialises in the acquisition of shares and other securities.

Future Funding

Whilst the Directors are of the opinion that if the Rights Issue is fully subscribed the working capital available to the Group will be sufficient for its present requirements and have no current plans for raising additional capital for a period of 12 months after the issue of the New Ordinary Shares, it is possible that the Company will need to raise extra capital in the future to develop fully the Group's business or to take advantage of acquisition opportunities. No assurance can be given that any such additional financing will be available or that, if available, it will be available on terms favourable to the Company or the Shareholders.

If further financing is obtained by issuing equity securities or convertible debt securities, the existing shareholders may be diluted and the new securities may carry rights, privileges and preferences superior to the New Ordinary Shares. The Directors may seek debt finance to fund all or part of any future acquisition. There can be no assurance that the Company will be able to raise those debt funds, whether on acceptable terms or at all. If debt financing is obtained, the Company's ability to raise further finance and its ability to operate its business may be subject to restrictions.

A number of factors (including changes in interest rates, conditions in the banking market and general economic conditions which are beyond the Company's control) may make it difficult for the Company to obtain new financing on attractive terms or even at all. If the Company's borrowings become more expensive, then the Company's profits will be adversely affected.

Should the Rights Issue not be fully subscribed the Directors may consider additional means of funding for the Company. Depending upon the sources of finance that may be available the appropriateness of maintaining the quotation on AIM may need to be reviewed.

Forward Looking Statements

All statements, other than statements of historical facts, included in this announcement, including, without limitation, those regarding the Company's or Group's financial position, business strategy, plans and objectives of management for future operations or statements relating to expectations in relation to dividends or any statements preceded by, followed by or that include the words "targets", "believes", "expects", "aims", "intends", "plans", "will", "may", "anticipates", "would", "could" or similar expressions or the negative thereof, are forward looking statements. Such forward looking statements involve known and unknown risks, uncertainties and other important factors beyond the Company's or Group's control that could cause the actual results, performance, achievements of or dividends paid by the Company to be materially different from actual results, performance or achievements, or dividend payments expressed or implied by such forward looking statements. Such forward looking statements are based on numerous assumptions regarding the Group's net asset value,

present and future business strategies and income flows and the environment in which the Group will operate in the future.

These forward looking statements speak only as of the date of this announcement. The Company expressly disclaims any obligation or undertaking to disseminate any updates or revisions to any forward-looking statements contained herein to reflect any change in the Company's expectations with regard thereto, any new information or any change in events, conditions or circumstances on which any such statements are based, unless required to do so by law or any appropriate regulatory authority.

Expected Timetable of Principal Events

Announcement of the Rights Issue and Circular published	7.00 a.m. on 20 October 2009
Record Date for entitlements under the Rights Issue	5.00 p.m. on 2 November 2009
Latest time and date for receipt of Forms of Proxy	10.00 a.m. on 3 November 2009
General Meeting	10.00 a.m. on 5 November 2009
Dispatch of Provisional Allotment Letters (to Qualifying Non-CREST Shareholders only)	5 November 2009
Dealings in Nil Paid Rights commence on the London Stock Exchange	8.00 a.m. on 6 November 2009
Existing Ordinary Shares marked "ex-rights" by the London Stock Exchange	8.00 a.m. on 6 November 2009
Nil Paid Rights credited to stock accounts in CREST (Qualifying CREST Shareholders only)	as soon as possible after 8.00 a.m. on 6 November 2009
Recommended latest time for requesting withdrawal of Nil Paid Rights from CREST (i.e. if your Nil Paid Rights or Fully Paid Rights are in CREST and you wish to convert them into Certificated form)	4.30 p.m. on 23 November 2009
Recommended latest time and date for depositing renounced Provisional Allotment Letters, nil paid or fully paid, into CREST or for dematerialising Nil Paid Rights or Fully Paid Rights into a CREST stock account	3.00 p.m. on 25 November 2009
Latest time and date for splitting Provisional Allotment Letters, nil paid or fully paid	3.00 p.m. on 26 November 2009
Latest time and date for acceptance and payment in full and registration of renounced Provisional Allotment Letters	11.00 a.m. on 30 November 2009
Dealings in New Ordinary Shares, fully paid, commence on AIM and New Ordinary Shares credited to CREST stock accounts (uncertificated holders only)	as soon as possible after 8.00 a.m. on 1 December 2009
Expected date of dispatch of definitive share certificates for New Ordinary Shares in certificated form.	by 14 December 2009

Notes:

Each of the times and dates set out in the above timetable is subject to change by the Company (with the agreement of Hanson Westhouse), in which event details of the new times and dates will be notified to the London Stock Exchange and, where appropriate, to Shareholders.

References to times in this announcement are to London times.

1. Introduction

The Company's Directors have today announced that, subject to Shareholder approval being granted at a General Meeting of the Company, the Company proposes to raise up to approximately £3.5 million (net of expenses) by way of a 7 for 2 Rights Issue of up to 35,219,856 New Ordinary Shares at a price of 10 pence per New Ordinary Share.

The Issue Price of 10 pence per New Ordinary Share has been structured to represent a significant discount to the Closing Price on the last Business Day prior to the announcement of the Rights Issue.

The Rights Issue is not being underwritten. Hanson Westhouse is acting as Nominated Adviser, broker and financial adviser to the Company in relation to the Rights Issue.

The New Ordinary Shares to be issued under the Rights Issue, when fully paid, will rank *pari passu* with the existing Ordinary Shares, including the right to all future dividends and other distributions declared, made or paid.

Further details of the Rights Issue and how Qualifying Shareholders can apply for New Ordinary Shares are set out in the Circular which is being sent to Shareholders today.

2. Background to and reasons for the Rights Issue

The Company designs, manufactures and markets a comprehensive range of card personalisation equipment and issuance solutions for the personalisation of cards and documents, such as credit cards, ID cards, passport, membership cards and gift cards. Matica began the production of card personalisation machines in 2000 and since then, the Company has grown and is now an established international supplier of card personalisation and mailing systems.

Matica has targeted markets worldwide and grown its customer base through a broad distribution network from which the majority of its revenues are derived. The Directors believe that it is important for the Company to continue to grow its distribution network globally.

In order to continue to expand the Company's global presence and increase market share, the Directors have identified two key target areas of growth, which are:

- updating of existing products and development of new products; and
- expansion of distribution networks in Asia, North and South America and Europe.

On 1 April 2009 the Company announced its final results reporting that in 2008 the Company recorded significant increases in revenue, profitability and operating cash flow. Revenue growth in 2008 was mainly driven by new contract wins globally, particularly in the Middle East and the Americas. Consolidated revenue for the 12 months ended 31 December 2008 increased by 12 per cent. to €14.6 million, compared with 2007. Profit before tax was €1.1 million, which represented a significant improvement on the reported loss of €1.4 million in 2007. Since then, the Company released its interim results on 29 September 2009 and reported that revenue for the first 6 months of 2009 decreased by 43 per cent. to €4.3 million compared with €7.5 million for the same period in 2008. The Company further reported a pre tax loss of €0.9 million and a loss for the period of €1 million. In order to tackle the difficult trading conditions seen in recent months the Company has cut its operating costs by 12 per cent. when compared to the same period in 2008. Recently there have been signs of economic improvement and the Company is seeing improvements in the business and the level of orders. The Company also reported that it has made significant new contract wins in the Middle East totalling €0.5 million.

On 31 March 2009, the Company entered into a loan facility with an Italian bank for a 5 year loan facility of €1,750,000. Under the terms of the facility agreement, the Company invested

€1,000,000 in an AAA BEI Europe Bank bond. The Company's first repayment in respect of such loan facility is due in September 2010 with interest payable quarterly from the date at a rate of 2 per cent. above Euribor. The balance of the loan facility has been used for working capital purposes.

Recently, the Directors believe that there have been signs of economic improvement and the Company is seeing improvements in the business and the level of orders. The Company has also reported that it has made a significant new contract win in the Middle East totalling €0.5 million.

Despite these tough trading conditions experienced by the Company this year, the Directors believe that the long term prospects for the market for using plastic cards for ID, security, banking and loyalty programs remains encouraging.

To position the Company for future growth, the Company is seeking to raise up to approximately £3.5 million through the Rights Issue. Approximately €500,000 will be used as additional working capital for the Company.

The remaining funds will be used in new global channel development, market expansion and graphic printing products and technology development.

Markets

The card industry has experienced robust growth driven by increasing demand for personalised cards. In 2008, the number of cards manufactured worldwide increased by 15 per cent. to 22.2 billion compared with 2007 and it is expected to stay flat for the year 2009. Despite difficult wider economic conditions, the Directors have forecasted growth to resume in 2010. The Directors believe that demand for card personalisation solutions will be largely driven by:

- the growth in credit and debit card use;
- technological changes (such as the switch from magnetic cards to smart cards);
- decentralisation of credit and debit cards issuance;
- growth in new markets such as Gift cards, SIM cards, Transport cards, Loyalty cards; and
- continued global concerns over security and safety.

The Americas have emerged as the largest region within this market, estimated to represent 46 per cent. of the total card personalisation industry by 2010 (Source: ICMA "Global Card Market – Statistic and Trend 2001-2010"), with the emergence of new areas such as gift cards are contributing to further growth across the Americas. The American markets include financial, retail, service bureaus, governments, healthcare, gift and transport. Given the importance of the Americas as a marketplace, the Company formed the view that it was prudent for the Group to establish a physical presence as a basis for increasing the Company's American sales growth. The 100 per cent. ownership of Matica Americas has provided the Company with a platform from which to develop and grow its U.S., Canadian and Latin American businesses. Current operations in the Americas are small, but the Company plans to expand this geographic market as the world economy improves and working capital becomes available to the Company.

The Directors believe that another important area of growth is represented by the Asian markets. With additional capital, the Company would expand its sales activity in Asia and the appropriate distribution channels.

Strategy

Matica will focus its resources and efforts in the following three areas:

- Expansion of distribution channels for card personalisation and mailing applications globally.

- Expansion of distribution channels for graphic, desktop ID card printers and supplies globally.
- Development of new products employing graphic, embossing and mailing technologies for card personalisation.

Matica has an established distribution network and historically the strength of this network has been in Europe, Africa and the Middle East. To effectively take advantage of the opportunity in the market, the Directors believe that this distribution system needs to expand to cover all major markets of the world. The Directors believe that expansion of distribution of Matica's products into new markets represents the fastest way to achieve growth.

The Company formed Matica Americas LLC ("Matica Americas") through a 50-50 joint venture with a North American partner in 2008. As announced on 26 March 2009, the Company acquired the remaining 50 per cent. equity in Matica Americas thereby becoming the 100 per cent. owner of Matica Americas. Matica Americas will focus on establishing relationships with new dealers in order to sell Matica's products in the American region. In addition, the Directors may add to the numbers of sales personnel in Asia to capitalise on the increasing demand in the emerging markets. The Directors believe that the additional sales force, together with the expansion and strengthening of the Group's European, Middle Eastern and African distribution networks, will enable the Company to grow its market share further.

Competition

In addition to the general market growth brought about by the multiplication of uses and usage of cards, the Directors believe that opportunities for the industry are being influenced by the actions of their main competitor and market share leader, Datacard Corporation ("Datacard"). In December 2006 Datacard announced to customers around the world its intention to discontinue field support for its large installed base of high speed card issuance equipment by 2014. The Directors have estimated that this installed base of equipment represents approximately 5,000 units with an average individual replacement value, at retail, of approximately £200,000. The Directors believe that this range and installed base of equipment has been placed in the field by Datacard since the 1990's. By announcing that it no longer intends to support this installed base of equipment and discontinue technical service and parts availability, and if Datacard continues with such strategy, the Directors believe that Datacard customers will be forced to buy new equipment. The Directors believe that this represents a considerable opportunity for Matica to compete with their present and new product offerings in this unique replacement market and achieve a significant presence.

At the Cartes trade fair in Paris in November 2009, the leading show for credit and security card issuance, Matica will introduce its new Quantum series of equipment designed with input from customers and by Matica's engineering team. The Quantum is positioned against Datacard's high end product that it will be offering to end users to replace its present ageing and discontinued equipment. With the introduction of Quantum, the Directors believe that Matica will have a full range of mid and high speed card personalisation and mailing equipment to offer end users an alternative to the Datacard equipment. The Quantum is being developed by Matica to customer specifications and requirements with a focus on achieving a lower cost per- card performance and superior return on investment for end users.

With additional funds available to the Company from the Rights Issue to be put towards working capital and the development of new products, the Company intends to employ sales and service personnel for dealer and customer support. The Directors believe the Company will provide customers with a viable alternative to Datacard's products.

Matica Americas LLC

Matica Americas, incorporated in Minneapolis in July 2008, was initially formed through a 50:50 joint venture between the Company and an U.S. investors. On 31 March 2009, Matica took full control of Matica Americas by acquiring the outstanding shares in the company which it did not already own. This terminated the joint venture. The Directors believe that the acquisition will enhance Matica's ability to develop the business in the American regions, to

establish strong partnership with prospective customers with the intention of providing the best in class products and services for the region.

The Directors' intention is that Matica Americas will specifically target the card personalisation equipment and issuance solutions markets in the United States, Canada and Latin America. Matica Americas will aim to offer the Company's complete range of card personalisation and mailing systems and will aim to provide the same high level of sales, services, parts, supplies and customer support that the Directors believe have traditionally been provided by the Company.

Matica Americas has been operational since July 2008. Since its inception the company has been focused on establishing dealers within North America. At present Matica Americas has entered into agreements with sixteen dealers who have a strong presence and high level of experience in Card Issuance and Embossing equipment sales and post sales services.

3. Use of net proceeds

In order to pursue the above strategies, the Directors intend to use the net proceeds of the Rights Issue to invest in the following:

- expanding the Company's sales and support infrastructure and adding new distributors and dealers;
- research and development of new card personalisation systems, with particular reference to graphic desktop systems and high speed systems; and
- working capital.

4. Summary of Principal terms and conditions of the Rights Issue

Pursuant to the Rights Issue (further details on which are set out in the Circular which is being sent to Shareholders), 35,219,856 New Ordinary Shares will be offered by way of rights to Qualifying Shareholders on the following basis:

7 New Ordinary Shares at 10 pence per share for every 2 Existing Ordinary Shares

held by the Qualifying Shareholders at the close of business on the Record Date, and so in proportion for any other number of Existing Ordinary Shares then held. The New Ordinary Shares will, when issued and fully paid, rank equally in all respects with the Existing Ordinary Shares, including the right to receive all dividends and distributions made, paid or declared after Admission.

The Rights Issue is not being underwritten.

The Rights Issue if fully subscribed is expected to result in the issue of up to 35,219,856 New Ordinary Shares.

- a. The Rights Issue is conditional upon the approval of Shareholders, which will be sought at a General Meeting of the Company to be held at 10.00 a.m. on 5 November 2009 at the offices of Hanson Westhouse Limited, One Angel Court, London EC2R (notice of which is set out at the end of the Circular); and
- b. Admission becoming effective by not later than 8.00 a.m. on 6 November 2009 (as the Dealing Day immediately after the General Meeting or such later time and/or date as the Company and Hanson Westhouse may agree).

Application will be made to the London Stock Exchange for the New Ordinary Shares to be admitted to trading on AIM. It is expected that Admission will become effective on 6 November 2009 and that dealings in the New Ordinary Shares will commence, nil paid, at 8.00 a.m. on that date.

The Existing Ordinary Shares are traded on AIM and are already admitted to CREST. No further application for admission to CREST is required for the New Ordinary Shares and all of the New Ordinary Shares when issued and fully paid may be held and transferred by means of CREST. Application is being made for the Nil Paid Rights and the Fully Paid Rights to be admitted to CREST. Euroclear requires the Company to confirm to it that certain conditions (imposed by the CREST Manual) are satisfied before Euroclear will admit any security to CREST. It is expected that these conditions will be satisfied, in respect of the Nil Paid Rights and the Fully Paid Rights, on Admission. As soon as practicable after satisfaction of the conditions, the Company will confirm this to Euroclear.

5. Current Trends in Trading and Prospects

Demand for plastic cards such as ID, banking and royalty cards continued to grow in most of Matica's markets in 2008. As a result, the Company grew revenue by 12 per cent. to €14.6 million compared with 2007. In particular, the Company saw a growth in orders in both the Middle East and Americas markets.

In 2008, the Company transferred Digicard's key assets including manufacturing facilities and technologies from its Austrian location to Paderno, Italy. This transfer allowed the Company to reduce its overall operating costs in relation to these products and technologies.

However, the wider difficult economic environment, in particular in the banking sector, one of Matica's main markets, has negatively impacted on the Company's trading, particularly since the announcement of the 2008 results in April 2009 and as detailed in the interim results on 29 September 2009. Revenue for the first 6 months of 2009 decreased by 43 per cent. to €4.3 million compared with €7.5 million for the same period in 2008. The Company further reported a pre tax loss of €0.9 million and a loss for the period of €1 million. In order to tackle the difficult trading conditions the management of the Company has focused in 2009 so far on adjusting the internal organization and cost base to better align the Company to the difficult trading environment and the Company has cut its operating costs by 12 per cent. when compared to the same period in 2008. The Company also sourced an additional €1,750,000 loan facility the details of which are detailed above in Section 2.

Recently, the Directors believe that there have been small signs of economic improvement in the market and the Directors further believe that the Company is benefiting from improvements in the business and the level of orders although the results for the full year will be negatively impacted by the difficulties faced in the first half and the ongoing recession. The Company has reported that it has made a significant new contract win in the Middle East totalling €0.5 million.

Despite the tough trading conditions experienced by the Company this year, the Directors believe that the long term prospects for the market for using plastic cards for ID, security, banking and loyalty programs remains encouraging. The Directors of the Company are confident in the underlying strength of Matica's global markets on a medium to long term basis. The increasing use of credit and debt cards, particularly in the emerging markets, together with the trend for banks to produce cards in regional branches rather than from a central location, is expected to improve demand for Matica's products. The Directors believe that the migration of magnetic cards to smart cards and concerns over securities and safety are also the key drivers to the demand in Matica's products worldwide – in addition to the growth of the use of graphics for card personalisation.

6. General Meeting

A General Meeting of the Company is to be held at 10.00 a.m. on 5 November 2009 at the offices of Hanson Westhouse Limited, One Angel Court, London EC2R (notice of which is set out at the end of the Circular) at which resolutions will be proposed to authorise the Directors for the purposes of section 549 of the Act to exercise all the powers of the Company to allot relevant securities up to an aggregate nominal amount of £1,761,000. Such authority (unless previously renewed, varied or revoked by the Company in general meeting) shall expire on

the earlier of fifteen months from the date the resolution is passed and the conclusion of the annual general meeting of the Company to be held in 2010.

Definitions

“Act”	the Companies Act 2006, as amended
“Admission”	the admission of the New Ordinary Shares, nil paid, to trading on AIM and such admission becoming effective in accordance with the AIM Rules
“AIM”	the AIM market of the London Stock Exchange
“AIM Rules”	the rules published by the London Stock Exchange governing admission to, and the operation of, AIM
“Board” or “Directors”	the board of directors of the Company whose names are set out on page 5 of the Circular
“Business Day”	a day other than a Saturday, Sunday or public holiday in England and Wales
“certificated form” or “in certificated form”	a share or other security which is not in uncertificated form (that is, not in CREST)
“CCSS”	the CREST Courier and Sorting Service established by Euroclear to facilitate, inter alia, the deposit and withdrawal of securities
“Closing Price”	the closing middle market quotation of a Ordinary Share on a particular day, as derived from the AIM Appendix to the Daily Official List
“Company” or “Matica”	Matica PLC
“CREST”	the Relevant System (as defined in the CREST Regulations) in respect of which Euroclear is the Operator (as defined in the CREST Regulations)
“CREST Deposit Form”	has the same meaning as in the CREST Manual
“CREST Manual”	the rules governing the operation of CREST, consisting of the CREST Reference Manual, CREST International Manual, CREST Central Counterparties Service Manual, CREST Rules, Registrars Service Standards, Settlement Discipline Rules, CCSS Operations Manual, Daily Timetable, CREST Application Procedures and CREST Glossary of Terms (all defined in the CREST Glossary of Terms promulgated by Euroclear on 15 July 1996 and as amended since)
“CREST member”	a person who has been identified by Euroclear as a system member (as defined in the Regulations)
“CREST participant”	a person who is, in relation to CREST, a system member (as defined in the Regulations)
“CREST Regulations”	the Uncertificated Securities Regulations 2001 (SI 2001 No.01/3755), as amended
“CREST sponsor”	a CREST participant admitted to CREST as a CREST sponsor
“CREST sponsored member”	a CREST member admitted to CREST as a sponsored member
“CREST Transfer Form”	has the same meaning as in the CREST Manual
“Dealing Day”	Any day on which the London Stock Exchange is open for business in the trading of securities admitted to AIM
“Ex-rights Date”	6 November 2009
“Excluded Territories”	Canada, Japan, Australia, New Zealand and the Republic of South Africa and any other jurisdiction where the extension or availability of the Rights Issue (and any transaction contemplated thereby) would breach any applicable law
“Existing Ordinary Shares”	the Ordinary Shares in the capital of the Company in issue as at the date of the Circular
“EU”	the union of countries established by the Treaty on European Union dated 7 February 1992 (the Maastricht Treaty) as amended by the Treaty of Amsterdam dated 2 October 1997, the Treaty of Nice dated 26 February 2001 and as amended from time to time thereafter
“Euroclear”	Euroclear UK & Ireland Limited

“FSA”	the Financial Services Authority
“FSMA”	the Financial Services and Markets Act 2000
“Form of Proxy”	the form of proxy accompanying the Circular for use at the General Meeting
“Fully Paid Rights”	rights to acquire the New Ordinary Shares, fully paid
“General Meeting” or “GM”	the general meeting of the Company to be held at 10.00 a.m. on 5 November 2009, notice of which is set out at the end of the Circular
“Group”	Matica together with its subsidiary undertakings
“Hanson Westhouse”	Hanson Westhouse Ltd which is authorised and regulated by the FSA
“Issue Price”	10 pence per New Ordinary Share
“ISIN”	the International Security Identification Number
“London Stock Exchange”	London Stock Exchange plc, or its successor
“Matica Americas”	Matica Americas LLC, a company incorporated in Minneapolis, United States in July 2008 and which is wholly owned by the Company
“member account ID”	the identification code or number attached to any member account in CREST
“Memorandum”	the memorandum of association of the Company
“New Ordinary Shares”	up to 35,219,856 new Ordinary Shares to be issued by the Company pursuant to the Rights Issue
“Nil Paid Rights”	rights to acquire New Ordinary Shares, nil paid
“NOMAD”	nominated adviser for the purposes of the AIM Rules
“Official List”	the Official List of the UKLA
“Ordinary Resolution”	the ordinary resolution to be proposed at the General Meeting granting the Directors authority to allot relevant securities
“Ordinary Shares” or “Shares”	the ordinary shares of 5 pence each in the capital of the Company
“Overseas Shareholders”	Qualifying Shareholders with registered addresses in, or who are citizens in, or residents of, countries other than in the UK
“participant ID”	the identification code of membership number used in CREST to identify a particular CREST member or other CREST participant
“Prospectus Rules”	the Prospectus Rules made by the FSA pursuant to Part VI of FSMA
“Provisional Allotment Letter”	the form of renounceable provisional allotment letter to be issued to Qualifying non-CREST Shareholders (other than, subject to certain exceptions, certain Overseas Shareholders as described in Part VI of the Circular) by the Company in respect of the Nil Paid Rights, pursuant to the Rights Issue
“Qualifying CREST Shareholder”	Qualifying Shareholders whose Ordinary Shares on the register of members of the Company on the Record Date are in uncertificated form
“Qualifying non-CREST Shareholder”	Qualifying Shareholders whose Ordinary Shares on the register of members of the Company on the Record Date are in certificated form
“Qualifying Shareholder”	holders of Ordinary Shares on the register of members of the Company at the Record Date
“Record Date”	5.00 p.m. on 2 November 2009
“Regulatory information Service” or “RIS”	one of the Regulatory Information Services authorised by the London Stock Exchange to receive, process and disseminate information in respect of AIM listed companies
“Resolution”	the Ordinary Resolution
“RGTS / RTGS”	real-time gross settlement system
“Rights Issue”	the proposed issue by way of rights of New Ordinary Shares to Qualifying Shareholders on the terms and subject to the conditions set out in this announcement and the Circular and, in the case of Qualifying Non-CREST Shareholders only, on the terms and subject to the conditions set out in the Circular and the Provisional Allotment Letters
“Shareholders” or	the holders from time to time of Ordinary Shares

"Ordinary Shareholders"	
"stock account"	an account within a member account in CREST to which a holding of a particular share or other security in CREST is credited
"UKLA"	UK Listing Authority, which is the FSA acting in its capacity as the competent authority for the purposes of Part VI of FSMA
"uncertificated form" or "in uncertificated form"	recorded on the register of members as being held in uncertificated form in CREST and title to which, by virtue of the Regulations may be transferred by means of CREST
"United Kingdom" or "UK"	the United Kingdom of Great Britain and Northern Ireland
"United States" or "US"	the United States of America, its territories and possessions, any state of the United States and the District of Columbia
"US Securities Act"	the United States Securities Act 1933, as amended