



For Immediate Release

30 May 2007

Matica plc
("Matica", the "Group" or the "Company")

Pro-Forma Final Results for year ended 31 December 2006

Matica, the international supplier of card personalisation and card mailing systems, announced pro-forma results for the year ended 31 December 2006.

Highlights

- Revenues €14.25 million (2005: €9.289 million (Matica System only))
- Net profit €1.15 million (2005: €214,000 (Matica System only))
- Good increases in particular in sales of mid range systems worldwide
- Acquisition of Digicard in mid 2006 expanded Group's expertise into high speed printing and large machines
- Successful admission to AIM in April 2007, raising approximately £1.9 million (gross)
- Matica's markets remain healthy and offer the Group exciting opportunities
- The Group has traded well in the early months of 2007; €2 million orders announced in April 2007 for card personalisation machines to be installed in local bank branches in Greece, Spain, Poland, Ukraine, Kuwait and Iran

Sandro Camilleri, Executive Chairman of Matica commented:

"I am pleased to confirm that 2006 was a year of substantial progress for Matica. We grew the group organically and via acquisition, returning strong improvements in turnover and profitability, broadening our product and technology range and widening the market and geographic reach of our businesses.

"The steps we have taken in 2006 will help underpin the future growth, stability and profitability of Matica. We have traded well in the early months of 2007 and we look forward to continued good progress this year and beyond."

- Ends -

For further information, please contact:

Matica Plc

Sabrina Manenti

+39 02 92722501
www.maticacs.com

Weber Shandwick Financial

Nick Osborne, Rachel Taylor, Hannah Marwood

020 7067 0700

Seymour Pierce

Jeremy Porter

020 7107 8000

Notes to Editors

Since 2000, Matica has grown rapidly to become an international supplier of card personalisation and card mailing systems in approximately 70 countries. The Group offers one of the most complete ranges of card personalisation systems, used for a wide range of plastic card personalisation including: credit and debit cards, smart cards, identification cards, security cards, SIM cards for mobile telephones, pre-paid telephone cards, membership cards, loyalty cards, electronic payment cards, patient cards, insurance cards and gift cards. The Group also produces a range of metal plate embossing systems for the personalisation of items such as vehicle identification number plates, military dog tags and industrial products.

Based in Milan, Italy, Matica was admitted to trading on AIM in April 2007.

For Immediate Release

30 May 2007

Matica plc
("Matica", the "Group" or the "Company")

Pro-Forma Final Results for year ended 31 December 2006

Matica plc announces pro forma unaudited results of its subsidiaries for the year to 31 December 2006. As Matica plc was incorporated as the holding company of the group on 16 November 2006, its first statutory results will cover the period from incorporation to 31 December 2007, which will be published by 30 June 2008. Therefore below are unaudited pro forma consolidated results for the 12 months to 31 December 2006 of the subsidiaries of Matica plc – Matica Swiss AG, Matica System S.r.l. ("Matica System") and Digicard Plastickkarten Druck und Codiersysteme G.m.b.H. ("Digicard") – included for the portion of the year that each company has been part of the group. The subsidiaries were de-merged to Matica plc on 30 March 2007 before the admission of Matica plc to AIM on 10 April 2007. The pro forma results have been prepared in accordance with IFRS.

Chairman's Review

I am pleased to confirm that 2006 was a year of substantial progress for Matica. We grew the group organically and via acquisition, returning strong improvements in turnover and profitability, broadening our product and technology range and widening the market and geographic reach of our businesses.

In 2006 Matica group recorded total revenues of €14.25 million compared to revenues of €9.289 million in 2005 from Matica System alone. The net profit amounted to €1.15 million compared to €214,000 in 2005 from Matica System alone. Profit before tax has significantly grown, thanks in particular to increased sales of our mid range systems worldwide. Margins improved by 7% from 52% in 2005 to 59% in 2006 reflecting cost savings and the significant increase of revenues. The 2006 operating cash flow improved to €1.767 million compared to 2005 operating cash flow from Matica System of €254,000.

In January 2006 Matica opened a new 2700 square metre production plant in Italy, including warehouse, assembly and office areas. The new plant is modern, very well organized and structured, ready to support the Group's growth.

Matica's traditional strength has been its strong understanding of the financial card market and smart card technologies. The acquisition of Digicard in mid-2006 helped us expand into high speed printing and large machines. The acquisition also enhanced our product line and competitive position which, together with initiatives in 2006 and early 2007 to expand our technical capabilities and strengthen our management team, leaves Matica very well positioned for the future.

Our markets continue to grow and to offer us great opportunity. Worldwide card output over recent years has risen by 1.5 billion annually driven in part by the need for secure identification of people and products, migration from magnetic strip to chip, growth in demand for smart cards and growth in new markets like SIM cards and gift cards. As the market grows so we are growing our customer base, with the financial, retail and healthcare sectors and government departments in Italy and USA particularly strong areas.

Our aim is to become a leading global provider of card personalisation equipment and solutions. During 2006 we continued to expand our business into the important and growing markets in the Americas and Asia and to consolidate our position in Europe, Africa and the Middle East.

Since the end of the period, in April 2007, Matica raised approximately £1.9 million (gross) through a placing of our shares with UK institutional investors and the Company's shares were admitted to trading on AIM. We are delighted to have taken this significant step in our development, which will help us continue to expand our business. We welcome our new shareholders to Matica.

Since our admission to AIM, we on 18 April 2007 announced orders for several hundred card personalisation machines to be installed in local bank branches in Greece, Spain, Poland, Ukraine, Kuwait and Iran. The total value of these orders, which will be fulfilled during 2007, is approximately €2 million. A number of banks are switching to issuing their cards, including chip and pin cards, on the spot at local bank branches. The cards can then be used immediately, improving service to bank customers and eliminating the security risk involved in sending cards through the post. As a market leader in the production of card personalisation machines for the Banking sector we are well placed to take advantage of this trend.

The steps we have taken in 2006 will help underpin the future growth, stability and profitability of Matica. We have traded well in the early months of 2007 and we look forward to continued good progress this year and beyond.

-Ends-

For further information, please contact:

Matica Plc

Sabrina Manenti

+39 02 92722501
www.maticacs.com

Weber Shandwick Financial

Nick Osborne, Rachel Taylor, Hannah Marwood

020 7067 0700

Seymour Pierce

Jeremy Porter

020 7107 8000

Notes to Editors

Since 2000, Matica has grown rapidly to become an international supplier of card personalisation and card mailing systems in approximately 70 countries. The Group offers one of the most complete ranges of card personalisation systems, used for a wide range of plastic card personalisation including: credit and debit cards, smart cards, identification cards, security cards, SIM cards for mobile telephones, pre-paid telephone cards, membership cards, loyalty cards, electronic payment cards, patient cards, insurance cards and gift cards. The Group also produces a range of metal plate embossing systems for the personalisation of items such as vehicle identification number plates, military dog tags and industrial products.

Based in Milan, Italy, Matica was admitted to trading on AIM in April 2007.

PRO FORMA PROFIT AND LOSS ACCOUNT (UNAUDITED)

	Note	Year to 31 December 2006 €'000
Sales	1	13,097
Changes in Work in Progress and Finished Goods		22
Other Revenues		1,130
Total Revenues		14,249
Cost of sales		(6,183)
Gross profit		8,066
Personnel cost	2	(3,110)
Other operating expenses	3	(2,815)
Changes in Raw Materials, Subsidiary Materials, Consumables and Goods		371
Income from operations		2,512
Other income / (expense)		(658)
Interests receivable/ (payable)	4	(55)
Income before corporation tax		1,799
Provision for corporation tax	5	(650)
Profit (Loss) of the year		1,149

PRO FORMA BALANCE SHEET (UNAUDITED)

	Note	As at 31 December 2006 €'000
Intangible fixed assets		8,602
Tangible fixed assets		561
Investments		139
FIXED ASSETS		9,302
Inventory	6	1,938
Debtors and prepayments	7	5,156
Cash		366
CURRENT ASSETS		7,460
TOTAL ASSETS		16,762
Provisions	8	442
Creditors and accruals	9	8,087
TOTAL LIABILITIES		8,529
NET ASSETS		8,233
Share capital	10	3,429
Reserves	10	4,804
EQUITY		8,233

PRO FORMA CASH FLOW STATEMENT (UNAUDITED)

	Year to 31 December 2006 €'000
Net profit	1,149
Adjustments for:	
Depreciation and Amortization	534
(Increase) / Decrease in trade receivables and other receivables	(2,323)
(Increase) / Decrease of stocks	(830)
Increase / (Decrease) of trade payables and other payables	3,127
Increase / (Decrease) of provisions	114
(Increase) / Decrease of deferred tax assets	(4)
Net cash inflow / (outflow) from operations	1,767
(Increase)/ Decrease in assets	(9,240)
Net cash inflow / (outflow) from asset investments	(9,240)
Share capital or reserves increase	6,301
Increase / (Decrease) of long term financings	0
Increase / (Decrease) of short term financings	1,141
(Increase) / Decrease of investments	110
Net cash inflow / (outflow) from cash management	7,552
Net cash inflow / (outflow) of cash	79

NOTES TO THE FINANCIAL INFORMATION

NOTE 1.

SALES

	Year ended 31 December 2006 €'000
Middle East and Africa	3,818
Europe	5,380
Asia Pacific	1,641
Americas	1,089
Italy	1,169
TOTAL	13,097

NOTE 2.

PERSONNEL COSTS

	Year ended 31 December 2006 €'000
- Salaries and wages	1,875
- Social contributions	527
- Staff indemnity leaving	83
- Travel Expenses	263
- External consultants with stable cooperation contract	362
Total	3,110

AVERAGE NUMBER OF EMPLOYEES

Category	31 December 2006
Managers	1
Managers Intermediate Level	9
White Collars	33
Blue Collars	9
Apprentices	2
Total	54

NOTE 3.

OTHER OPERATING EXPENSES

	Year ended 31 December 2006 €'000
- Stationery	12
- Indirect products costs	12
- Directors' Remuneration	363
- Fairs and Exhibition	255
- Transport costs	266
- Cars management	87
- External Consultancies	358
- Utilities	139
- Royalties	197
- Third parties transformation costs	145
- Other indirect service costs	344
- Indirect service costs	2,154
- Equipment and cars hire	42
- Rental payments	267
- Vehicles Leasing	73
- Cost for utilization of third parties' assets	381
- Windfall losses	87
- Fines and penalties	34
- Receivables losses	126
- Other	21
- Other operating costs	268
- Total operating costs	2,815

NOTE 4.

INTEREST PAYABLE AND RECEIVABLES

	Year ended 31 December 2006 €'000
Bank interest receivable	3
Bank interest payable	(41)
Others interests	(21)
Exchange rate loss or gain	4
Total	(55)

NOTE 5.

CORPORATE TAXATION

	Year ended 31 December 2006 €'000
- Current taxes	654
- Deferred taxes	(4)
Total	650

NOTE 6.

INVENTORY

	31 December 2006 €'000
Raw materials	1,179
Work in progress	107
Finished goods	847
Advances	-
Provision	(195)
Total	1,938

NOTE 7.

DEBTORS AND PREPAYMENTS

	31 December 2006 €'000
Trade debtors	3,296
Associated company debtor	415
Parent company debtor (Kaitech)	135
Tax debtor	-
Other debtors	993
Prepayments	317
Total	5,156

NOTE 8.

PROVISIONS

	31 December 2006 €'000
Tfr	379
Tfm	26
Other risks	37
Total	442

NOTE 9.

CREDITORS AND ACCRUALS

	31 December 2006 €'000
Bank overdraft and invoice discounting	1,279
Payments in advance	-
Trade creditors	2,736
Associated company creditor	332
Parent company creditor (Kaitech)	1,533
Tax creditor	187
Social security creditor	117
Other creditors	1,897
Accruals	6
Total	8,087

NOTE 10.

EQUITY

	31 December 2006 €'000
Share capital	3,429
Legal Reserve	-
Other reserves	-
Share premium reserve	3,463
Conversion Reserve	169
Profit (Losses) carried forward	23
Profit (Loss) for the year	1,149
Total	8,233
