

DATATRAK HOLDINGS plc

COMPANY ANNOUNCEMENT

The following is a Company Announcement by Datatrak Holdings p.l.c. pursuant to Malta Stock Exchange Bye Law 6.05.06(i);

Quote

At a meeting held on Thursday 20 September 2001, the Board of Directors of Datatrak Holdings p.l.c. met, discussed and approved the attached financial statements for the period 23rd October 2000 to 30th June 2001.

Unquote

A handwritten signature in black ink, appearing to read 'L. de Gabriele', with a stylized flourish at the end.

Louis de Gabriele
Company Secretary

Dated this day of 24th September of the year 2001

Datatrak Holdings p.l.c.

**Unaudited Interim Financial Results
2001**

2001

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DATATRAK HOLDINGS P.L.C.

PROFIT AND LOSS ACCOUNT

FOR THE PERIOD 23 OCTOBER 2000 TO 30 JUNE 2001

	Group	Company
	£m	£m
Turnover	353,710	-
Cost of sales	(94,013)	-
Gross profit	<u>259,697</u>	<u>-</u>
Marketing costs	(68,567)	(163)
Staff costs	(132,881)	(33,257)
Operating licenses	(21,141)	-
Rental and leasing costs	(21,715)	-
Telecommunications expenses	(16,531)	-
Other administrative expenses	(95,818)	-
Other operating income	6,026	-
Other operating expenses	(1,315)	-
Interest receivable	41,482	41,454
Interest payable and similar charges	(43,849)	(1,100)
Amortisation of goodwill	(31,690)	-
(Loss)/Profit for the period before depreciation	<u>(126,702)</u>	<u>6,934</u>
Depreciation	(205,832)	-
(Loss)/Profit for the period before taxation	<u>(332,134)</u>	<u>6,934</u>
Taxation	70,910	-
(Loss)/Profit for the period before minority	<u>(261,224)</u>	<u>6,934</u>
Profits attributable to minority interest	(16,367)	-
Net (loss)/profit attributable to the Members of the Company	<u>(277,591)</u>	<u>6,934</u>
Earnings per share in cents	<u>(1.80)</u>	<u>0.05</u>

DATATRAK HOLDINGS P.L.C.

BALANCE SHEET

AT 30 JUNE 2001

	Note	Group Lm	Company Lm
Fixed Assets			
Tangible assets		2,464,327	-
Intangible assets		919,058	-
Financial assets		-	1,373,450
		<u>3,383,385</u>	<u>1,373,450</u>
Other Long Term Assets			
Deferred taxation		440,844	-
		<u>3,824,229</u>	<u>1,373,450</u>
Current Assets			
Stocks		152,110	-
Debtors		704,206	2,567,207
Cash at bank and in hand	3	993,554	979,925
		<u>1,849,870</u>	<u>3,547,132</u>
Creditors: Amounts falling due within one year			
Bank borrowings		502,513	-
Creditors		519,766	95,880
		<u>1,022,279</u>	<u>95,880</u>
Net current assets		<u>827,591</u>	<u>3,451,252</u>
Total assets less current liabilities		<u>4,651,820</u>	<u>4,824,702</u>
Creditors: Amounts falling due after more than one year			
Creditors		(71,026)	-
		<u>4,580,794</u>	<u>4,824,702</u>
Minority interest		<u>(40,617)</u>	<u>-</u>
		<u>4,540,177</u>	<u>4,824,702</u>
Capital and Reserves			
Called up issued share capital		1,594,950	1,594,950
Share premium		3,222,818	3,222,818
Profit and loss account		(277,591)	6,934
		<u>4,540,177</u>	<u>4,824,702</u>

DATA TRAK HOLDINGS P.L.C.

STATEMENT OF CHANGES IN EQUITY

FOR THE PERIOD 23 OCTOBER 2000 TO 30 JUNE 2001

Group

	Total	Called-up Issued Share Capital	Share Premium	Profit and Loss Account
	Lm	Lm	Lm	Lm
Issue of shares	5,073,490	1,594,950	3,478,540	-
Issue costs	(255,722)	-	(255,722)	-
Loss for the period	(277,591)	-	-	(277,591)
At 30 June 2001	4,540,177	1,594,950	3,222,818	(277,591)

Company

	Total	Called-up Issued Share Capital	Share Premium	Profit and Loss Account
	Lm	Lm	Lm	Lm
Issue of shares	5,073,490	1,594,950	3,478,540	-
Issue costs	(255,722)	-	(255,722)	-
Profit for the period	6,934	-	-	6,934
At 30 June 2001	4,824,702	1,594,950	3,222,818	6,934

DATATRAK HOLDINGS P.L.C.

CASH FLOW STATEMENT

FOR THE PERIOD 23 OCTOBER 2000 TO 30 JUNE 2001

	Group	Company
	Lm	Lm
Cash Flows from operating activities		
Cash receipts from customers	363,741	-
Cash paid to suppliers and employees	(818,838)	(21,716)
	-----	-----
Cash absorbed by operations	(455,097)	(21,716)
Interest received	28	-
Interest paid on bank overdraft	(36,286)	(1,100)
	-----	-----
Net cash used in operating activities	(491,355)	(22,816)
	-----	-----
Cash flows from investing activities		
Payments from tangible fixed assets	(316,266)	-
Acquisition of investment in subsidiary undertaking	(150,000)	(198,000)
Loans advanced to group undertakings	-	(2,523,432)
Increase in bank balances with a contractual maturity over 3 months	(679,399)	(679,399)
Interest received on bank balances	23,503	23,503
	-----	-----
Net cash used in investing activities	(1,122,162)	(3,377,328)
	-----	-----
Cash flows from financing activities		
Proceeds from issue of shares	3,898,540	3,898,540
Share issue related expenses	(197,870)	(197,870)
Repayment of bank loans	(1,497,853)	-
Funds advanced by minority shareholder	93,381	-
Interest paid on bank loans	(60,124)	-
	-----	-----
Net cash from financing activities	2,256,074	3,700,670
	-----	-----
Increase in Cash and cash equivalents	622,557	300,526
Cash and cash equivalents of acquired subsidiary undertakings	(810,915)	-
	-----	-----
Cash and cash equivalents at end of period	(188,358)	300,526
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DATATRAK HOLDINGS P.L.C.**NOTES TO THE UNAUDITED INTERIM FINANCIAL RESULTS****FOR THE PERIOD 23 OCTOBER 2000 TO 30 JUNE 2001****1 Basis of preparation**

These interim results have been prepared in accordance with the requirements of International Accounting Standard 34, "Interim Financial Reporting" and in accordance with Malta Stock Exchange Bye-Law 6 05.06(i).

Datatrak Holdings p.l.c. was formed on 23 October 2000 and accordingly these unaudited interim financial results do not include interim comparative amounts.

These interim financial results have been extracted from the unaudited management accounts for the period 23 October 2000 to 30 June 2001.

2 Review of performance

During the initial period under review of the current financial year, the board approved the group's five-year business plan.

The main characteristic was the issue of Lm4 million ordinary shares to the public and the following successful listing on the Malta Stock Exchange. A new subsidiary Datatrak Mena Limited was incorporated on 3rd November 2000, to deal mainly with the international operations of the group. In line with this policy, Geomati Services Limited, which specializes in the development of geographic information software, was purchased and incorporated into Datatrak Information Technology Services Limited.

In the last eight months, the company has been actively placing the foundation for the introduction of Datatrak networks in various parts of its territories. This was done through a heavy investment in the mobilization of a skilled workforce, an aggressive marketing programme, together with a research and development plan complimented by the input of the company's management and IT engineers, Human resource training focused mainly on immediate requirements to enable the installation, commissioning and support of foreign networks in the territories. The company is now geared to embark on its first foreign projects. Such commitments had to be undertaken prior to acquiring network contracts since the group has to be prepared on day one of signing a contract.

Unfortunately there has been a delay in concluding the projected contract in time due to unforeseen circumstances, however we can now confidently state that the company is in a position of securing the contract during the coming period.

In the local scenario the company has already signed up Lm 1.3 million worth of sales (inclusive of VAT) spread over a five-year period contracts. Only the portion of sales for the period are accounted for owing to the International Accounting Standards adopted in computing these accounts. The company will remain committed but cautious in research and development to increase further the application base of Datatrak network to generate more business both locally and abroad.

3 Selected explanatory notes

- a) Cash at bank includes a bank balance with more than three months maturity amounting to Lm679,399
- b) During the period, the group engaged in normal trading activities with two of its shareholders, Maltacom p.l.c. and Siemens Datatrak Limited.
- c) Marketing costs includes Lm31,603 incurred on international market promotion.