

PSG SOLUTIONS PLC

(“PSG” the “Company” or the “Group”)

Full Year Results for the year ended 31 March 2012

Chairman’s Statement

A breakdown of the profit on ordinary activities before taxation between the Group’s activities for the years ended 31 March 2012 and 2011 is as follows:

| | 2012 | 2011 |
|---|---------|-------|
| | £’000 | £’000 |
| Specialist electronics | 11,635 | 1,500 |
| Property information services | 744 | (210) |
| Packaging solutions | 273 | 301 |
| Head office | (660) | (480) |
| Operating profit | 11,992 | 1,111 |
| Finance income | 79 | 28 |
| Profit before taxation and exceptional items | 12,071 | 1,139 |
| Exceptional items | (4,138) | – |
| Total profit on ordinary activities before taxation | 7,933 | 1,139 |

Turnover for the year was £37,272,645 compared with £10,678,588 last year.

The profit before tax and exceptional items for the year was £12,070,793 compared with a profit before tax and exceptional items of £1,139,133 last year.

Exceptional items comprise an impairment charge of £3,537,539 relating to the value of the goodwill of the property information services business and an impairment charge of £600,000 relating to the value of the goodwill of the packaging business. In the case of property information services this reflects the fact that the volume of housing transactions are unlikely to return to their previous levels for some considerable time and in the case of the packaging business reflects the harsher climate for businesses in general.

Specialist electronics had an exceptional year with an increase in turnover to £31,281,262 from £4,093,905 an increase of 764% and an increase in operating profit to £11,635,491 from £1,499,458 an increase of 776%.

Property information services performed much better than last year. Whilst turnover decreased to £4,576,410 from £5,126,674, operating profit increased to £743,503 compared with an operating loss of £210,249 in the previous year.

Packaging solutions operating profit was £272,725 compared with £301,730 the previous year which was a highly creditable performance in difficult market conditions.

Net cash at 31 March 2012 amounted to £17,268,743, an increase of £14,110,856 over the previous year, despite having spent £3,083,155 on the purchase of 1,505,980 shares in PSG Solutions plc during the year as a result of a tender offer. An amount of £4,184,336 was spent on the purchase of 1,838,611 shares following a further tender offer after 31 March 2012. This resulted in the issued share capital of the company being reduced to 23,901,954 ordinary shares. The tender offers were made in order to return surplus funds to shareholders.

It is being proposed at the Annual General Meeting that the name of the Group be changed from PSG Solutions plc to Security Research Group plc. This reflects the fact that the vast majority of the Group's profit is now produced by its specialist electronics subsidiaries.

Business Review Specialist Electronics Security Research Limited (Security Research)

The award of a £50 million Ministry of Defence (MOD) contract by Defence Equipment and Support (DE&S) to Security Research in May and August 2011 was a major achievement. The contract was for the manufacture and supply of C-IED (Counter Improvised Explosive Device) equipment to the UK Armed Forces. The product has been developed exclusively by the technical and engineering teams at Security Research. During May 2011 additional premises near Northampton were leased and bespoke production lines and testing facilities installed. Additional employees were recruited, allocated into teams and intensively trained. The exacting demands of the customer during this period required continuous modification of aspects of the product's capabilities relating to its performance, usability and reliability. The management of the supply chain, the manufacturing process itself and stringent testing of performance in realistic battlefield conditions have met the stipulated requirements. The contract is in the course of being fulfilled through the delivery of product on budget and ahead of agreed timescales.

Security Research is awaiting the consent of the MOD to approach other potential customers likely to be interested in this product.

Audiotel International Limited (Audiotel)

Audiotel technical and engineering teams have been stretched to capacity in completing an initial MOD contract awarded in February 2011 alongside supporting Security Research with their MOD contract. At the same time they have overseen an ambitious research and development programme including new and updated Audiotel surveillance and counter surveillance products. A creditable performance by the sales team, especially in the area of audio surveillance systems, has resulted in Audiotel achieving close to 50% of the total profit provided by the Specialist Electronics part of the Group.

For non-UK MOD business, the technical team is focused on completion of newly developed additions and updates to Audiotel's commercial product range that have attracted specific interest from China, Japan and the USA. This year will also see an update to Audiotel's brand reflecting the state of the art electronics now on offer in its product range. As part of the image update there are plans for a rebranded website and a refurbished customer demonstration/seminar area at our premises near Northampton.

The Group management appreciate the enhancement of the goodwill and reputation of the Specialist Electronic division which has been reflected in the outstanding execution and delivery to exacting customer requirements of the MOD contract. This will undoubtedly benefit the growth of this divisions business in the future.

Property Information Services (PSG)

Land Registry figures show that house sales in England and Wales increased marginally during the financial year to 31 March 2012 but remain 50% lower than sales recorded prior to the advent of the current and continuing downturn.

For the past three years PSG has faced a catalogue of issues which have had a cumulative negative effect on the business. The balance sheet goodwill of PSG, accordingly, has been significantly reduced to reflect the long term ongoing effect of the substantially lower volumes of house sales.

The turnover of £4,576,410 (2011: £5,126,674) and operating profit of £743,503 (2011: £210,249 loss) marks a return to profitability, having adjusted to a market place which has both contracted and has been subject to pressure on margins.

The constant pressure on operating margins has been alleviated by the continual investment in IT. As a result our online ordering system, PSG Connect, has developed to become an effective platform to manage and deliver seamlessly a total service to clients. The USP which now effectively distinguishes PSG from its competitors is that it now possesses a highly effective capacity for digital delivery. Alongside it has a unique and motivated network of local franchisees with whom PSG enjoys a close and reciprocally beneficial relationship. The improved PSG brand is reflected in the much enhanced and consistently presented websites across the whole of the franchise network.

Packaging Solutions (M & B)

M & B's operating profit was reduced to £272,725 (2011: £301,730) another consistent and steady contribution to the Group. The balance sheet goodwill has been written down to reflect the harsher climate for business in general.

Although M & B's percentage contribution to Group profits this year is less significant, the Group appreciates the outstanding reliability of its management and staff which emanates from an unstinting ethos of professionalism and commitment.

Outlook

The Group has enjoyed a major positive transformation through the expansion of its specialist electronics business. It has the prospect of building upon this success by utilising its technical expertise and contacts to promote existing and allied products. Its prospects, however, are subject to the changing economic circumstances and policy requirements of current and potential customers.

It is anticipated that a further share tender offer will be made to all shareholders during the current financial year.

For further information please visit www.psgsols.com or contact:

PSG Solutions Plc

020 7881 0800

Jonathan Mervis, Chairman
John Warwick, Finance Director

Northland Capital Partners - Nominated Adviser & Broker

020 7796 8800

Shane Gallwey/Gavin Burnell

consolidated income statement

For the year ended 31 March 2012

| | 2012 | 2011 |
|--|---------------------|-------------|
| | £ | £ |
| Revenue | 37,272,645 | 10,678,588 |
| Cost of sales | (19,961,116) | (4,811,309) |
| Gross profit | 17,311,529 | 5,867,279 |
| Administrative expenses | (5,320,026) | (4,756,640) |
| Operating profit before exceptional items | 11,991,503 | 1,110,639 |
| Exceptional administrative expenses | (4,137,539) | – |
| Operating profit | 7,853,964 | 1,110,639 |
| Finance costs | – | (276) |
| Finance income | 79,290 | 28,770 |
| Profit on ordinary activities before taxation | 7,933,254 | 1,139,133 |
| Income tax expense | (2,823,233) | (154,069) |
| Profit on ordinary activities after taxation | 5,110,021 | 985,064 |
| Basic earnings per share | 19.76p | 3.80p |
| Diluted earnings per share | 19.57p | 3.80p |

The consolidated income statement has been prepared on the basis that all operations are continuing operations.

consolidated statement of comprehensive income

For the year ended 31 March 2012

The profit on ordinary activities after taxation represents the Group's total comprehensive income for the year.

statements of changes in equity

For the year ended 31 March 2012

| Group | Share capital £ | Share premium £ | Capital redemption reserve £ | Retained earnings £ | Total equity £ |
|--|--------------------|-----------------------|---------------------------------------|---------------------------|-------------------|
| At 1 April 2010 | 5,506,648 | 5,250 | – | 9,942,911 | 15,454,809 |
| Total comprehensive income for the year | – | – | – | 985,064 | 985,064 |
| At 31 March 2011 | 5,506,648 | 5,250 | – | 10,927,975 | 16,439,873 |
| Issue of new ordinary shares on exercise of options | 267,778 | 432,222 | – | – | 700,000 |
| Purchase of ordinary share capital for treasury (including costs of £71,000) | – | – | – | (3,083,155) | (3,083,155) |
| Cancellation of own shares | (626,313) | – | 626,313 | – | – |
| Total comprehensive income for the year | – | – | – | 5,110,021 | 5,110,021 |
| At 31 March 2012 | 5,148,113 | 437,472 | 626,313 | 12,954,841 | 19,166,739 |

| Company | Share capital £ | Share premium £ | Capital redemption reserve £ | Retained earnings £ | Total equity £ |
|--|--------------------|-----------------------|---------------------------------------|---------------------------|-------------------|
| At 1 April 2010 | 5,506,648 | 5,250 | – | 7,467,143 | 12,979,041 |
| Total comprehensive loss for the year | – | – | – | (1,911) | (1,911) |
| At 31 March 2011 | 5,506,648 | 5,250 | – | 7,465,232 | 12,977,130 |
| Issue of new ordinary shares on exercise of options | 267,778 | 432,222 | – | – | 700,000 |
| Purchase of ordinary share capital for treasury (including costs of £71,000) | – | – | – | (3,083,155) | (3,083,155) |
| Cancellation of own shares | (626,313) | – | 626,313 | – | – |
| Total comprehensive income for the year | – | – | – | 1,859,548 | 1,859,548 |
| At 31 March 2012 | 5,148,113 | 437,472 | 626,313 | 6,241,625 | 12,453,523 |

consolidated statement of financial position

As at 31 March 2012

| | 2012 | | 2011 | |
|--|---------------------|-------------------|--------------------|-------------------|
| | £ | £ | £ | £ |
| Non-current assets | | | | |
| Goodwill | | 4,976,894 | | 9,114,433 |
| Other intangible assets | | 688,357 | | 496,458 |
| Property, plant and equipment | | 1,581,020 | | 903,367 |
| Deferred tax asset | | 125,047 | | - |
| | | 7,371,318 | | 10,514,258 |
| Current assets | | | | |
| Inventories | 1,312,635 | | 1,149,526 | |
| Trade and other receivables | 7,222,481 | | 4,074,172 | |
| Current tax asset | - | | 38,335 | |
| Cash and cash equivalents | 17,268,743 | | 3,157,887 | |
| | 25,803,859 | | 8,419,920 | |
| Current liabilities | | | | |
| Trade and other payables | (11,171,152) | | (2,403,165) | |
| Current tax liability | (2,837,286) | | (46,005) | |
| | (14,008,438) | | (2,449,170) | |
| Net current assets | | 11,795,421 | | 5,970,750 |
| Total assets less current liabilities | | 19,166,739 | | 16,485,008 |
| Non-current liabilities | | | | |
| Deferred tax | | - | | (45,135) |
| Net assets | | 19,166,739 | | 16,439,873 |

Represented by:

Capital and reserves attributable to equity holders

| | | |
|----------------------------|-------------------|-------------------|
| Called up share capital | 5,148,113 | 5,506,648 |
| Share premium account | 437,472 | 5,250 |
| Capital redemption reserve | 626,313 | - |
| Retained earnings | 12,954,841 | 10,927,975 |
| Total equity | 19,166,739 | 16,439,873 |

company statement of financial position

As at 31 March 2012

| | 2012 | | 2011 | |
|-------------------------------|------------------|-------------------|----------------|-------------------|
| | £ | £ | £ | £ |
| Non-current assets | | | | |
| Property, plant and equipment | | 36,090 | | 41,622 |
| Investments in subsidiaries | | 8,354,074 | | 12,491,613 |
| | | 8,390,164 | | 12,533,235 |
| Current assets | | | | |
| Trade and other receivables | 15,472 | | 18,192 | |
| Cash and cash equivalents | 4,896,244 | | 880,922 | |
| | 4,911,716 | | 899,114 | |
| Current liabilities | | | | |
| Trade and other payables | (848,357) | | (455,219) | |
| Net current assets | | 4,063,359 | | 443,895 |
| Net assets | | 12,453,523 | | 12,977,130 |

Represented by:

Capital and reserves attributable to equity holders

| | | | | |
|----------------------------|-----------|-------------------|-----------|-------------------|
| Called up share capital | 5,148,113 | | 5,506,648 | |
| Share premium account | 437,472 | | | 5,250 |
| Capital redemption reserve | 626,313 | | | - |
| Retained earnings | 6,241,625 | | 7,465,232 | |
| Total equity | | 12,453,523 | | 12,977,130 |

statements of cash flows

For the year ended 31 March 2012

| | Group | | Company | |
|--|--------------------|-------------|--------------------|-----------|
| | 2012 | 2011 | 2012 | 2011 |
| | £ | £ | £ | £ |
| Cash flows from operating activities | | | | |
| Profit/(loss) before taxation | 7,933,254 | 1,139,133 | 1,859,548 | (1,911) |
| Adjustments for: | | | | |
| Depreciation of property, plant and equipment | 1,303,116 | 199,368 | 6,379 | 5,154 |
| Amortisation of goodwill/investment write down | 4,137,539 | – | 4,137,539 | – |
| Amortisation of other intangible assets | 367,196 | 375,826 | – | – |
| (Profit)/loss on disposal of tangible assets | (2,337) | 7,079 | – | – |
| Interest expense | – | 276 | – | – |
| Interest receivable | (79,290) | (28,770) | (10,963) | (7,386) |
| Dividends receivable | – | – | (6,370,260) | (151,003) |
| Changes in working capital: | | | | |
| (Increase)/decrease in receivables | (3,148,309) | (2,027,733) | 2,720 | 95,867 |
| Increase in inventories | (163,109) | (376,141) | – | – |
| Increase in payables | 8,767,987 | 576,513 | 393,138 | 42,799 |
| Cash generated from/(used in) operations | 19,116,047 | (134,449) | 18,101 | (16,480) |
| Interest paid | – | (276) | – | – |
| Income tax paid | (163,799) | (278,044) | – | – |
| Net cash generated from/(used in) operating activities | 18,952,248 | (412,769) | 18,101 | (16,480) |
| Cash flows from investing activities | | | | |
| Realisation of investment in subsidiary undertakings | – | – | – | 99,000 |
| Purchase of tangible assets | (2,052,547) | (442,926) | (847) | – |
| Purchase of other intangible assets | (559,095) | (502,225) | – | – |
| Proceeds from the sale of tangible assets | 74,115 | 20,415 | – | – |
| Dividends received | – | – | 6,370,260 | 151,003 |
| Interest received | 79,290 | 28,770 | 10,963 | 7,386 |
| Net cash (used in)/generated from investing activities | (2,458,237) | (895,966) | 6,380,376 | 257,389 |
| Cash flows from financing activities | | | | |
| Issue of share capital | 700,000 | – | 700,000 | – |
| Purchase of own shares | (3,083,155) | – | (3,083,155) | – |
| Net cash used in financing activities | (2,383,155) | – | (2,383,155) | – |
| Net increase/(decrease) in cash and cash equivalents | 14,110,856 | (1,308,735) | 4,015,322 | 240,909 |
| Cash and cash equivalents at beginning of period | 3,157,887 | 4,466,622 | 880,922 | 640,013 |
| Cash and cash equivalents at end of period | 17,268,743 | 3,157,887 | 4,896,244 | 880,922 |

note to the statements of cash flows

For the year ended 31 March 2012

Analysis of net funds

| Group | At 1 April 2011 £ | Cash Flow £ | At 31 March 2012 £ |
|---------------------------|----------------------------|----------------|-----------------------------|
| Cash and cash equivalents | 3,157,887 | 14,110,856 | 17,268,743 |
| | 3,157,887 | 14,110,856 | 17,268,743 |

| Company | At 1 April 2011 £ | Cash Flow £ | At 31 March 2012 £ |
|---------------------------|----------------------------|----------------|-----------------------------|
| Cash and cash equivalents | 880,922 | 4,015,322 | 4,896,244 |
| | 880,922 | 4,015,322 | 4,896,244 |

notes to the financial statements

For the year ended 31 March 2012

1. accounting policies

PSG Solutions plc, company number 03170812, is domiciled and incorporated in England under the Companies Act 1985.

The financial statements have been prepared in accordance with applicable International Financial Reporting Standards (IFRSs), International Accounting Standards (IAS) and International Financial Reporting Interpretations Committee (IFRIC) interpretations adopted for use by the European Union (EU) and with those parts of the Companies Act 2006 applicable to companies reporting under IFRSs. The financial statements have been prepared under the historical cost convention.

There were no new standards or interpretations that have been adopted by the Group in the current period.

There are no interpretations and amendments to existing standards that have been issued but are not yet effective and have not been early adopted by the Group.

The preparation of financial statements in accordance with IFRSs, requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. Although these estimates are based on management's best knowledge of the amount, event or actions, actual results ultimately may differ from those estimates.

The directors have used significant judgements relating to assumptions concerning goodwill and share based payments.

The Group is required to test, at least annually, whether goodwill has suffered any impairment. The recoverable amount is determined based on value in use calculations. The use of this method requires the estimation of future cash flows and the choice of a suitable discount rate in order to calculate the present value of these cash flows.

Share based payments are valued using the Black-Scholes option-pricing model assuming a vesting period of 2 years. Actual outcomes could vary.

The following accounting policies have been used consistently in dealing with items which are considered material in relation to the Group's financial statements:

(a) consolidation

The consolidated financial statements include those of the Company and its subsidiaries from their date of acquisition. All acquisitions of subsidiaries have been accounted for under the acquisition method of accounting.

Under Section 408 of the Companies Act 2006, the Company is exempt from the requirement to present its own income statement.

(b) revenue

Revenue represents amounts receivable for goods, services and set up costs in respect of installation of production facilities net of VAT and discount and intra-Group transactions.

Revenue is recognised to the extent that it is probable that the economic benefits will flow to the Group, it can be reliably measured and the following criteria are met:

(i) sale of goods

Sale of goods are recognised when risks and rewards of ownership of the goods have passed to the customer. Certain income is recognised on a milestone basis subject to meeting the criteria as stated within the relevant contract.

(ii) rendering of services

Rendering of services are recognised in the accounting period in which the services are rendered, by reference to completion of the specific transaction.

(iii) set up costs

Set up costs are recognised evenly over the life of the relevant contract

(c) property, plant and equipment

Property, plant and equipment is stated at cost less accumulated depreciation and impairment costs.

Depreciation is provided to write-off the cost less estimated residual value (based on prices prevailing at the date of acquisition) in annual instalments over the estimated useful economic lives of the assets. The depreciation rates used are as follows:

| | |
|----------------------------------|---|
| Freehold buildings | 2% straight line |
| Leasehold property | Straight line over the life of the lease/life of contract |
| Fixtures, fittings and equipment | 15% - 33.3% straight line/life of contract |
| Motor vehicles | 25% - 40% straight line |
| Other intangible assets | 33.3% straight line |

(d) investments

Investments in subsidiary companies are valued at cost less provision for diminution in value.

(e) goodwill

Goodwill represents the difference between the fair value of the consideration paid on the acquisition of a business and the fair value of the identifiable net assets acquired.

Goodwill arising on acquisitions is capitalised and subjected to annual impairment reviews. Any excess of goodwill over the value in use of the underlying assets is written off to the income statement. The directors consider that the goodwill has an infinite life.

(f) foreign currency translation

Items included in the financial statements are measured using the currency of the primary economic environment in which the entity operates (the 'functional currency'). The financial statements are presented in pounds sterling, which is the functional and presentational currency.

The group has foreign currency transactions arising from the sales and purchases by an operating subsidiary in a currency other than the subsidiary's functional currency. Under the Group's foreign exchange policy, such transactions are recorded at the rate of exchange prevailing at the transaction date.

Assets and liabilities in foreign currencies are translated into sterling at the rate of exchange ruling at the end of the financial year. All exchange differences are dealt with in the income statement.

(g) leasing

Rentals payable under operating leases are charged against income on a straight line basis over the lease term.

(h) deferred tax

Deferred tax is provided in full in respect of taxation deferred by timing differences between the treatment of certain items for taxation and accounting purposes.

The deferred tax balance has not been discounted.

(i) liquid resources

Liquid resources are defined as short term bank deposits and cash in hand.

(j) development expenditure and web design costs

Development expenditure and web design costs which meet the criteria for capitalisation, shown as other intangible assets, are written off over the period for which they are estimated to benefit future profitability of the Group but for no longer than 3 years.

(k) inventories

Inventories are stated at the lower of cost and net realisable value using the First In First Out (FIFO) cost basis. Costs include all direct costs incurred in bringing the inventories to their present location and condition, including where appropriate, a proportion of manufacturing overheads.

(l) pensions

The pension costs charged represent the contribution payable by the Group in the year.

(m) share based payments

The Group issues equity-settled share based payments to certain directors. Equity-settled share based payments are measured at fair value (excluding the effect of non-market-based vesting conditions) at the date of grant. The fair value determined at the grant date of the equity-settled share based payments is expensed on a straight-line basis over the vesting period, based on the Group's estimate of shares that will eventually vest and with a corresponding adjustment to equity.

Fair value is measured by use of the Black-Scholes option pricing model. The expected life used in the model has been adjusted, based on management's best estimate, for the effects of non-transferability, exercise restrictions, and behavioural considerations.

2. segmental analysis

| | 2012 | | | 2011 | | |
|-------------------------------|------------|-------------------------|------------------------------------|-----------|-------------------------|------------------------------------|
| | Revenue | Operating profit/(loss) | Net operating assets/(liabilities) | Revenue | Operating profit/(loss) | Net operating assets/(liabilities) |
| | £ | £ | £ | £ | £ | £ |
| Specialist electronics | 31,281,262 | 11,635,491 | (3,852,455) | 4,093,905 | 1,499,458 | 2,886,083 |
| Property information services | 4,576,410 | 743,503 | 3,994,679 | 5,126,674 | (210,249) | 7,677,879 |
| Packaging solutions | 1,414,973 | 272,725 | 2,214,121 | 1,458,009 | 301,730 | 2,774,920 |
| Head office | – | (660,216) | (458,349) | – | (480,300) | (56,896) |

| | | | | | | |
|-------------------------|-------------------|-------------------|-------------------|------------|-----------|------------|
| | 37,272,645 | 11,991,503 | 1,897,996 | 10,678,588 | 1,110,639 | 13,281,986 |
| Exceptional items | – | (4,137,539) | – | – | – | – |
| | 37,272,645 | 7,853,964 | 1,897,996 | 10,678,588 | 1,110,639 | 13,281,986 |
| Interest bearing assets | | | 17,268,743 | | | 3,157,887 |
| Net assets | | | 19,166,739 | | | 16,439,873 |

Revenue of specialist electronics and packaging solutions is represented by the sale of goods and revenue of property information services is represented by services rendered.

The activities of the Group are the manufacture and sale of specialist electronic equipment, the sale and operation of property search franchises and the manufacture of flexible packaging products.

The specialist electronics business had one customer (2011: one) with revenue in excess of 10% of Group revenue.

Net operating assets analysis

| | 2012 | | | 2011 | | |
|-------------------------------|-------------------|-----------------------|---|------------------|-----------------------|---|
| | Segmental assets | Segmental liabilities | Segmental net operating assets/ (liabilities) | Segmental assets | Segmental liabilities | Segmental net operating assets/ (liabilities) |
| | £ | £ | £ | £ | £ | £ |
| Specialist electronics | 8,449,906 | (12,302,361) | (3,852,455) | 4,169,642 | (1,283,559) | 2,886,083 |
| Property information services | 5,004,475 | (1,009,796) | 3,994,679 | 8,533,242 | (855,363) | 7,677,879 |
| Packaging solutions | 2,431,689 | (217,568) | 2,214,121 | 3,013,593 | (238,673) | 2,774,920 |
| Head office | 51,561 | (509,910) | (458,349) | 59,814 | (116,710) | (56,896) |
| | 15,937,631 | (14,039,635) | 1,897,996 | 15,776,291 | (2,494,305) | 13,281,986 |

Additions to non-current assets and non-cash expenses

| | 2012 | | | 2011 | | |
|-------------------------------|---------------------------------|-------------------------------|--------------------|---------------------------------|-------------------------------|------------|
| | Additions to non-current assets | Depreciation and amortisation | Impairment | Additions to non-current assets | Depreciation and amortisation | Impairment |
| | £ | £ | £ | £ | £ | £ |
| Specialist electronics | 2,417,224 | (1,464,795) | – | 808,177 | (322,358) | – |
| Property information services | 163,580 | (169,026) | (3,537,539) | 132,084 | (222,117) | – |
| Packaging solutions | 29,991 | (27,775) | (600,000) | 4,890 | (32,644) | – |
| Head office | 847 | (6,379) | – | – | (5,154) | – |
| | 2,611,642 | (1,667,975) | (4,137,539) | 945,151 | (582,273) | – |

Geographical information

The Group operates in 4 main geographical areas although they are managed on a worldwide basis. Revenue is split as follows:

| | 2012 | 2011 |
|----------------------|-------------------|------------|
| | £ | £ |
| United Kingdom | 31,716,527 | 10,165,578 |
| Asia and Middle East | 213,796 | 141,832 |
| Europe | 127,427 | 215,048 |
| Other | 214,895 | 156,130 |
| | 32,272,645 | 10,678,588 |

3. exceptional administrative expenses

| | 2012 | 2011 |
|--|------------------|------|
| | £ | £ |
| Goodwill impairment charge – property information services | 3,537,539 | – |
| Goodwill impairment charge – packaging solutions | 600,000 | – |
| | 4,137,539 | – |

There is no tax effect of the above exceptional administrative expenses

4. earnings per share

Basic earnings per share is calculated on the Group profit for the financial year of £5,110,021 (2011: £985,064) and on 25,865,197 ordinary shares, being the weighted average number of shares in issue in the year (2011: 25,907,657). Diluted earnings per share is calculated on the Group profit for the financial year and on 26,113,614 ordinary shares, being the weighted average number of shares in issue during the year adjusted to take account of shares under option (2011: 25,907,657).

Following the year end the company repurchased 1,838,211 ordinary shares. As a consequence the issued share capital is now 23,901,954 ordinary shares.

5. post balance sheet events

On 10 May 2012, following a tender offer to all shareholders, 1,838,611 ordinary shares were purchased by the Company for a total cost of £4,184,336. As a result of this buy back the issued share capital of the Company is now 23,901,954 ordinary shares.

6. notice of Annual General Meeting

The Annual General Meeting of PSG Solutions plc for 2012 will be held at the offices of the Company, 133 Ebury Street, London SW1W 9QU on 7 August 2012 at 12 noon.

7. Annual accounts

The Group's annual report and accounts for the year ended 31 March 2012 and the Notice of Annual General Meeting will shortly be issued and sent to shareholders. The annual accounts and Notice of Annual General Meeting will also be available to view at the Company's website: www.psgsols.com.