

Mechan Controls Plc announces the company is in negotiations to acquire a certification and calibration company

The company is in negotiations to acquire a Yorkshire based company which offers a broad service provision to utility companies. The main income streams are derived from offering calibration, testing and repair to the gas, electric and water industries and secondly the manufacture and supply of mining consumables, methane extraction equipment and mining machinery.

At this stage the company is bound by confidentiality agreements not to disclose details of the target's assets, liabilities and turnover, nor the consideration. Mechan intend to acquire the entire share capital of the company, with the consideration being funded by Mechan's existing resources and banking facilities.

The Directors accept responsibility for this announcement.