

MARWYN MATERIALS LIMITED

UNAUDITED INTERIM RESULTS
FOR THE 6 MONTH PERIOD TO 30 JUNE 2009

MARWYN MATERIALS LIMITED

CHAIRMAN'S STATEMENT AND INTERIM MANAGEMENT REPORT

I am pleased to present the interim financial statements of Marwyn Materials Limited for the first six months of 2009.

Acquisition strategy

Marwyn Materials Limited was established to acquire controlling interests in building materials businesses, both listed and unquoted, in the UK, Europe and US, with a view to creating shareholder value through market consolidation. This continued to be the group's strategy throughout the period under review.

Results

The group's loss after taxation for the period from incorporation to 30 June 2009 was £435,050 which was in line with the expected result for this period.

Costs incurred to date include £75,000 in relation to due diligence carried out on acquisition targets by the group's professional advisers but with a large proportion of work carried out by the management.

As at 30 June 2009, the group had net cash balances totalling £12.5 million.

Dividends

It is the board's policy that prior to making the first acquisition, no dividends will be paid. Following the first acquisition, subject to availability of distributable reserves, dividends will be paid to shareholders when the directors believe it is appropriate and prudent to do so. However, the main focus of the group will be on delivering capital growth for shareholders.

Outlook

The group continues to pursue its stated acquisition strategy. The short term trading performance for building materials businesses has remained difficult and we continue to review a number of opportunities to acquire attractive assets at a cyclical low point for the industry.

We believe that Marwyn Materials, with its strong and experienced management team, is well placed to exploit the available opportunities as they arise.

Peter Tom

Chairman

2nd September 2009

MARWYN MATERIALS LIMITED

RESPONSIBILITY STATEMENT

We confirm that to the best of our knowledge:

- (a) the Condensed Set of Financial Statements has been prepared in accordance with IAS 34 - Interim Financial Reporting;
- (b) the Chairman's Statement and Notes to the Financial Statements include:
 - * a fair review of the information required by DTR 4.2.7R (indication of important events during the first six months and description of principal risks and uncertainties for the remaining six months of the year); and
 - * a fair review of the information required by DTR 4.2.8R (disclosure of related parties' transactions and changes therein).

By order of the Board,

Peter Tom
Chairman

Simon Vivian
Executive Director

2nd September 2009

MARWYN MATERIALS LIMITED**CONDENSED CONSOLIDATED STATEMENT OF FINANCIAL POSITION**

	30 June 2009 (unaudited) £	31 December 2008 (audited) £
Assets		
Receivables	7,726	14,195
Cash and cash equivalents	12,450,273	12,806,100
Total current assets	<u>12,457,999</u>	<u>12,820,295</u>
Total assets	<u>12,457,999</u>	<u>12,820,295</u>
Equity		
Share capital	13,262,480	13,262,480
Equity-settled employee benefits reserve	1,263	680
Accumulated losses	(1,177,545)	(742,495)
Total equity attributable to the shareholders of the Company	<u>12,086,198</u>	<u>12,520,665</u>
Total equity	<u>12,086,198</u>	<u>12,520,665</u>
Non-current liabilities		
Taxation	5,048	1,913
Total non-current liabilities	<u>5,048</u>	<u>1,913</u>
Current liabilities		
Trade and other payables	366,753	297,717
Total current liabilities	<u>366,753</u>	<u>297,717</u>
Total liabilities	<u>371,801</u>	<u>299,630</u>
Total equity and liabilities	<u>12,457,999</u>	<u>12,820,295</u>

These condensed interim financial statements were approved and authorised for issue by the Board of Directors on 2nd September 2009 and signed on its behalf by:

Peter Tom CBE
Chairman

Simon Vivian
Chief Executive

MARWYN MATERIALS LIMITED**CONDENSED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME**

For the 6 months ended 30 June

	2009 (unaudited) £	2008 (unaudited) £
Interest income	60,733	-
Employee expenses	(128,224)	-
Professional and consultancy expenses	(309,419)	(62,349)
Other expenses	(55,006)	(3,133)
	<u>(492,649)</u>	<u>(65,482)</u>
Results from operating activities	<u>(431,916)</u>	<u>(65,482)</u>
Loss before income tax	<u>(431,916)</u>	<u>(65,482)</u>
Income tax expense	(3,134)	-
Loss for the period	<u>(435,050)</u>	<u>(65,482)</u>
Other comprehensive income	-	-
Total comprehensive income for the period	<u>(435,050)</u>	<u>(65,482)</u>
Attributable to:		
Owners of the Company	(435,050)	(65,482)
Total comprehensive income for the period	<u>(435,050)</u>	<u>(65,482)</u>
Earnings per share		
Basic and diluted loss per share	<u>(0.32p)</u>	<u>(0.46p)</u>

All the group's activities derive from continuing operations.

MARWYN MATERIALS LIMITED**CONDENSED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY**

For the 6 months ended 30 June 2008 (unaudited)

	Share capital	Equity-settled employee benefits reserve	Accumulated losses	Total
	£	£	£	£
Balance at 1 January 2008	2	-	(600)	(598)
Loss for the period	-	-	(65,482)	(65,482)
Other comprehensive income	-	-	-	-
Total comprehensive income	-	-	(65,482)	(65,482)
Recognition of share-based payments	-	93	-	93
Issue of ordinary shares during the period	13,599,998	-	-	13,599,998
Costs directly related to the issue of capital	(337,520)	-	-	(337,520)
Balance at 30 June 2008	13,262,480	93	(66,082)	13,196,491

For the 6 months ended 30 June 2009 (unaudited)

	Share capital	Equity-settled employee benefits reserve	Accumulated losses	Total
	£	£	£	£
Balance at 1 January 2009	13,262,480	680	(742,495)	12,520,665
Loss for the period	-	-	(435,050)	(435,050)
Other comprehensive income	-	-	-	-
Total comprehensive income	-	-	(435,050)	(435,050)
Recognition of share-based payments	-	583	-	583
Issue of ordinary shares during the period				
Costs directly related to the issue of capital				
Balance at 30 June 2009	13,262,480	1,263	(1,177,545)	12,086,198

All the group's activities derive from continuing operations.

MARWYN MATERIALS LIMITED**CONDENSED CONSOLIDATED STATEMENT OF CASH FLOWS**

For the 6 months ended 30 June

	2009 (unaudited) £	2008 (unaudited) £
Cash flows from operating activities:		
Interest received	69,768	-
Payments to suppliers and employees	(425,595)	-
Net cash generated by operating activities	(355,827)	-
Cash flows from financing activities:		
Proceeds from issue of share capital	-	13,600,000
Payment for share issue costs	-	(337,520)
Net cash from financing activities	-	13,262,480
Net decrease in cash and cash equivalents	(355,827)	13,262,480
Cash and cash equivalents at 1 January	12,806,100	-
Cash and cash equivalents at 30 June	12,450,273	13,262,480

1. Reporting entity

Marwyn Materials Limited (the "Company") is a company domiciled in Jersey. The address of the Company's registered office is Elizabeth House, 9 Castle Street, St Helier, Jersey, JE2 3RT.

The Company is listed on the Alternative Investment Market ("AIM").

This condensed consolidated interim financial information has not been audited and was approved for issue on 2nd September 2009.

2. Statement of compliance

These condensed consolidated interim financial statements for the six months ended 30 June 2009 have been prepared in accordance with International Accounting Standard (IAS) 34 'Interim Financial Reporting', as adopted by the European Union. The condensed consolidated interim financial statements should be read in conjunction with the annual financial statements for the year ended 31 December 2008.

3. Accounting policies

The accounting policies applied are consistent with those of the annual financial statements for the year ended 31 December 2008, as described in those annual financial statements, except for the adoption of new standards and interpretations as noted below:

– IAS 1 (revised), 'Presentation of financial statements'. The revised standard prohibits the presentation of items of income and expenses (that is 'non-owner change in equity') in the consolidated statement of changes in equity, requiring 'non-owner changes in equity' to be presented separately from owner changes in equity. All 'non-owner changes in equity' are required to be shown in a performance statement. Entities can choose whether to present one performance statement (the statement of comprehensive income) or two statements (the income statement and statement of comprehensive income). The group has elected to present one consolidated statement of comprehensive income. The interim financial statements have been prepared under the revised disclosure requirements which had no impact.

– IFRS 8, 'Operating segments'. IFRS 8 replaces IAS 14, 'Segment reporting'. It requires a 'management approach' under which segment information is presented on the same basis as that used for internal reporting purposes. This has not resulted in any change to the presentation. The Directors are of the opinion that the group is engaged in a single geographic and economic business segment.

The International Accounting Standards Board's Annual Improvements Project was published in May 2008, with the majority of changes being applicable for the period commencing 1 January 2009. The project made minor amendments to a number of standards, primarily with a view to removing inconsistencies and clarifying wording. The amendments to these standards did not have any impact on the accounting policies, financial position or performance of the group.

Taxes on income in the interim periods are accrued using the tax rate that would be applicable to expected total annual earnings.

4. Seasonality

The group does not currently operate in an industry where significant or cyclical variations as a result of seasonal activity are experienced during the financial year.

5. Dividend

It is the board's policy that prior to making the first acquisition, no dividends will be paid. Following the first acquisition, subject to availability of distributable reserves, dividends will be paid to shareholders when the directors believe it is appropriate and prudent to do so. However, the main focus of the group will be on delivering capital growth for shareholders.

6. Earnings per share

Basic earnings per share

The calculation of basic earnings per share at 30 June 2009 (0.32p loss) was based on the loss attributable to ordinary shareholders of £435,050 and a weighted average number of ordinary shares outstanding of 136m.

The calculation of basic earnings per share at 30 June 2008 (0.46p loss) was based on the loss attributable to ordinary shareholders of £65,482 and a weighted average number of ordinary shares outstanding of 14.2m.

Diluted earnings per share

The calculation of basic earnings per share at 30 June 2009 (0.32p loss) was based on the loss attributable to ordinary shareholders of £435,050 and a weighted average number of ordinary shares outstanding of 136m. The Participation Shares in issuance during the period are not included in the calculation of weighted average outstanding ordinary shares for the diluted earnings per share calculation as the effect is anti-dilutive.

The calculation of basic earnings per share at 30 June 2008 (0.46p loss) was based on the loss attributable to ordinary shareholders of £65,482 and a weighted average number of ordinary shares outstanding of 14.2m. The Participation Shares in issuance during the period are not included in the calculation of weighted average outstanding ordinary shares for the diluted earnings per share calculation as the effect is anti-dilutive.