

Surgical Innovations Group plc, the designer and manufacturer of creative solutions for Minimally Invasive Surgery ('MIS'), announces unaudited interim results for the six months ended 30 June 2012, which show continued growth in higher margin SI branded products.

Download the interim results [here](#) (pdf file is 700kb)

Financial highlights

- Revenues of £3.02m (H1 2011: £3.20m) – entirely made up of Core MIS business revenue
- Gross margins in core MIS business increased to 44.8% (H1 2011: 41.9%)
- EBITDA* up 10.3% to £976,000 (H1 2011: £885,000)
- Operating profit* up 2.5% to £527,000 (H1 2011: £514,000)
- Pre-tax profit* maintained at £475,000 (H1 2011: £474,000)
- Basic earnings per share* of 0.14p (H1 2011: 0.12p)
- Net cash of £888,000 generated from operating activities* (H1 2011: £594,000)

**adjusted to exclude exceptional costs of £294,000*

Operational highlights

- Revenues from SI branded products up 8.9% to £2.13m (H1 2011: £1.95m)
- Revenues from OEM products down 28.5% to £0.89m (H1 2011: £1.24m) – *due to timing of key orders expected to fall in H2*
- Strong sales of Resposable® instruments with consumable pull through expected in H2 and beyond
- Disposable elements from SI Branded Resposable® lines now represent 64% of total SI branded product sales (Full year 2011: 62%)
- US Distribution agreement with CareFusion for the *PretzelFlex*® laparoscopic retractor
- FDA approval for the Logic™ range of reusable instruments and *PretzelFlex*®
- US supply agreement with Integrated Medical Systems for *YelloPort+plus*™
- Booked orders for the full year already exceed Group turnover for year ended 31 Dec 2011

Commenting on Outlook, Doug Liversidge, Chairman, said: *“Despite challenging markets we remain confident about the future growth prospects of the business as*

our existing SI branded products continue to gain international clinical recognition and offer an attractive value proposition to clinicians in these times of austerity. We expect to see further growth from new products that are launched throughout the year, as well as through the development of existing and new relationships with OEM customers. With booked orders for the rest of the year already surpassing last year's full year revenue levels we have great confidence in delivering further growth in the current financial year."