

Source: Dow Jones – 23 June 2006

DJ UK SMALLCAP ROUNDUP: Sanctuary Grp -31% On Profit Warning

LONDON (Dow Jones)--SANCTUARY GROUP (SGP.LN) was down 11 pence or 29% to 26.5 pence at 1115 GMT Friday after warning that it's likely to deliver a full-year EBITDA loss of between GBP17 million and GBP22 million.

The international music group blamed worse-than-expected trading in the recorded product division and delays in the sale of various non-core assets. It also said further restructuring will be required.

The company said the majority of the loss will be made up of one-off exceptional items including further restructuring costs.

CAPITAL IDEAS (CAPT.LN) rose 0.075 pence or 25% to 0.375 pence after reporting a return to profit at the full-year stage and saying the distressed company niche in which it operates will continue to offer good profit opportunities.

The investment company, which invests in private companies with sound business models, reported a pretax profit of GBP0.3 million for the year ended April 30 compared with a loss of GBP15,000 on turnover of GBP0.4 million.

The investment company said it's identified a number of investment opportunities in its first year and as a result has not only realized some strong gains but also holds investments in some growth companies.

ARC RISK MANAGEMENT (ARC.LN) rose 0.075 pence or 14% to 0.625 pence after reporting reduced full-year losses on the back of a 97% increase turnover.

The provider of security risk management services said pretax loss for the year ended March 31 was GBP635,415 compared with a loss of GBP1.1 million on turnover of GBP2 million.

The company said the increase in turnover and reduced losses demonstrate that further growth in revenue will make the group profitable.

SCREEN TECHNOLOGY GROUP (SCT.LN) fell 5.5 pence or 13% to 37 pence after warning that full-year sales are likely to be "significantly" below current market expectations.

The designer and manufacturer of large-screen displays blamed the fall on delays by third party suppliers which affected the delivery of the new high speed production machines and the sale of modular products.

However, the company said that by the start of 2007 high speed tile production will be well underway and modular products will also be in production. This should lead to a very strong order book which the company believes will have a small effect on sales forecasts for 2007.

CHURCHILL MINING (CHL.LN) rose 3 pence or 11% to 31.5 pence following the announcement that samples gathered at its Sendawar coal project in Kalimantan, Indonesia, have confirmed the presence of high calorific coal.

The mining company said that in addition to having a high calorific content the coal is low in moisture and has a high fixed carbon content.

VEBNET HOLDINGS (VBT.LN) rose 10.5 pence or 7.1% to 157.5 pence after saying that turnover for the ten months ended April 30 has increased by 28% and EBITDA has doubled which will lead to full-year numbers being ahead of current market expectations.

The employee benefit technology solutions company also said it expects to continue this progress in the coming year ended June 30, 2007.

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(END) Dow Jones Newswires

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