

22 December 2015

SUTHERLAND HEALTH GROUP PLC
(“Sutherland Health Group” or “the Company”)
ISDX Symbol: SHGP
UNAUDITED INTERIM RESULTS

CHAIRMAN’S STATEMENT

The Board of Sutherland Health Group, a national supplier of personal care, patient hygiene, sexual health and gynaecology products to customers including the National Health Service (“NHS”), announces today its unaudited Half Year Results for the six months to 30 September 2015.

FINANCIAL REVIEW

We have seen a mixed pattern of trading in the first six months of the financial year. We continue to see a decline in sales to the NHS sector however we are seeing a continued growth in online sales.

With the continued shift to online purchasing by businesses and consumers alike, during the period we have been working on increasing additional online sales opportunities and have recently launched our own Ebay store direct to the public. Early indications of sales are encouraging and compare favourably to when we first launched with Amazon. Further online retail opportunities are currently being researched with a view to increasing activities in this sector.

For the six months to 30 September 2015 the Company’s turnover was down 16.6% to GBP285,738 (2014: GBP342,738) producing a decreased gross profit of GBP131,741 (2014: GBP182,113). Administrative expenses were down 14.5% at GBP153,484 (2014: GBP179,485). The pre-tax result was a loss of £33,377 (2014: GBP37,905)

Following on from our initial entry into Slovenia and Serbia we have recently gained additional sales to Ireland and Spain and we are in discussion on other export opportunities.

We are pleased with the progress being made in broadening our customer base and look forward to updating shareholders on further developments in the New Year.

John French
Chairman

SUTHERLAND HEALTH GROUP PLC
UNAUDITED CONSOLIDATED PROFIT & LOSS ACCOUNT
FOR THE SIX MONTHS TO 30TH SEPTEMBER 2015

	Unaudited	Unaudited	Audited
	6 Months	6 Months	Year
	30.09.15	30.09.14	Ended
	GBP	GBP	GBP
Turnover	285,738	342,738	687,190
Cost of Sales	<u>-153,997</u>	<u>-160,625</u>	<u>-342,055</u>
Gross Profit	131,741	182,113	345,135
Distribution Costs	-4,575	-31,389	-45,329
Administration Expenses	-153,484	-179,485	-470,524
Other Operating Income	<u>2,035</u>	<u>2,035</u>	<u>4,600</u>
Operating Profit (Loss)	-24,283	-26,726	-166,118
Net Interest	<u>-9,094</u>	<u>-11,179</u>	<u>-21,698</u>
Profit (Loss) on Ordinary Activities	-33,377	-37,905	-187,816
Tax on Profit on Ordinary Activities	<u>-</u>	<u>-</u>	<u>- 7,992</u>
Profit (Loss) for the period	<u>-33,377</u>	<u>-37,905</u>	<u>-195,808</u>
Earnings per share	-0.04p	-0.05p	-0.25p

There were no recognised gains or losses other than the Profit or Loss for the financial period.
All amounts relate to continuing operations.

SUTHERLAND HEALTH GROUP PLC
UNAUDITED CONSOLIDATED BALANCE SHEET
AT 30TH SEPTEMBER 2015

	Unaudited 30.09.15 GBP	Unaudited 30.09.14 GBP	Audited 31.03.15 GBP
FIXED ASSETS			
Intangibles	93,875	244,674	141,809
Tangibles	<u>1,136</u>	<u>1,511</u>	<u>3,349</u>
	95,011	246,185	145,158
CURRENT ASSETS			
Stocks	160,410	179,751	165,213
Debtors	124,255	159,030	142,279
Cash	<u>28,395</u>	<u>101,336</u>	<u>49,077</u>
	313,060	440,117	356,569
CREDITORS: amounts falling due within one year	<u>-227,877</u>	<u>-460,200</u>	<u>-438,156</u>
NET CURRENT ASSETS (LIABILITIES)	<u>85,183</u>	<u>-20,083</u>	<u>-81,587</u>
TOTAL ASSETS LESS CURRENT LIABILITIES	<u>180,194</u>	<u>226,102</u>	<u>63,571</u>
CREDITORS: amounts falling due after more than one year	<u>-150,000</u>	<u>-4,628</u>	<u>-</u>
NET ASSETS	<u>30,194</u>	<u>221,474</u>	<u>63,571</u>
CAPITAL AND RESERVES			
Called up Share Capital	156,274	156,274	156,274
Share Premium	1,160,792	1,160,792	1,160,792
Other Reserves	111,478	111,478	111,478
Profit and (Loss) Account	<u>(1,398,350)</u>	<u>(1,207,070)</u>	<u>(1,364,973)</u>
SHAREHOLDERS FUNDS	<u>30,194</u>	<u>221,474</u>	<u>63,571</u>

The Directors do not recommend the payment of a dividend for the reported period. The unaudited Interim Results have not been audited and the financial information contained in these results has not been agreed with, or reviewed by, the company's auditors.

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The Directors of the Issuer accept responsibility for this announcement

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Notes to Editors:

Sutherland Health Group Plc is a national supplier of personal care; patient hygiene, sexual health and diagnostic products to the UK National Health Service (NHS) and other UK customers. Its aim is to supply innovative solutions to current health issues by studying current trends and working alongside leading professionals who also work within the health sector.

The company is committed to developing and marketing high quality brands and products that will benefit health professionals and consumers alike in many areas of health. The Group has established its own brands: Condomania® Condoms; Sutherland® Patient Hygiene and Personal Care; Lubricating Jelly; and Vision® pregnancy and gynaecology diagnostics. These products have already become established within the NHS business.

The Group is ISO and MHRA registered, and at present principally manufactures and operates within the United Kingdom.

For further information on the Company visit www.sutherlandhealth.com