Notice of AGM

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Acal PLC
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ACAL plc

("Acal" or "the Group")

ANNUAL REPORT AND ACCOUNTS 2012
NOTICE OF ANNUAL GENERAL MEETING 2012

Acal plc, the European specialist provider of technology products and services, has today issued to its shareholders its Annual Report and Accounts for the Group for the year ended 31 March 2012, together with the Notice of Annual General Meeting ('AGM') and shareholder proxy form.

The AGM will be held at Acal's head office at 2 Chancellor Court, Occam Road, Surrey Research Park, Guildford, Surrey GU2 7AH on Thursday 19 July 2012 at 11.00am.

Copies of the Notice of AGM, the proxy form and the Annual Report and Accounts for the Group for the year ended 31 March 2012 will be available on Acal's website (www.acalplc.co.uk).

In accordance with Listing Rule 9.6.1, Acal will submit to the UK Listing Authority copies of each of the following documents:

a) Annual Report and Accounts;
b) Notice of AGM and ancillary document; and
c) Proxy form to shareholders.

Copies of the above documents will be available for inspection at the National Storage Mechanism (http://www.hemscott.com/nsm.do).

The Group announced its preliminary results for the 52 weeks ended 31 March 2012 on 29 May 2012. It today provides the following additional regulated information, in relation to the Annual Report and Accounts, in full unedited text as required to be made public under the Disclosure and Transparency Rules. This announcement should be read together with the preliminary results announcement.

A condensed set of financial statements was attached to the Group's preliminary results announcement, which included an indication of important events that occurred during the year under review. The Annual Report and Accounts also contains information regarding the Group's principal risks and uncertainties and a Directors' responsibilities statement relating to its content. An extract of this information is provided below as required under the Disclosure and Transparency Rules.

Principal Risks and Uncertainties

The list below sets out the most significant financial, commercial and other risks to the achievement of the Group's business goals. The list is not exhaustive and does not list the risks in any order of priority.

Financial risks

- Liquidity
  This is the risk that the Group could have insufficient resources to meet its financial liabilities as they fall due. The Group addresses this

risk by maintaining adequate banking facilities and by continuously monitoring forecast and actual cash flows to ensure that liquidity requirements will be met. The Group regularly discusses its requirements with its principal bankers and it is considered unlikely that the Group will face any significant funding issues in the foreseeable future.

- Foreign currency
  The Group's main foreign exchange exposures relate to the translation of results and net assets denominated in overseas currencies into sterling (translational exposure) and the occurrence of transactions in currencies other than the operational currency of the transacting company (transactional exposure). The policy of the Group is to use hedges to reduce the foreign currency risk associated with transactional exposures. These hedges are achieved through forward currency contracts and currency borrowings. No hedging of translational exposure takes place.

- Interest rates
  Fluctuations in rates affect the interest the Group receives on its cash deposits and the amount payable on external borrowings. At 31 March 2012, the Group had no such hedges against its interest rate risk.

- Credit
  Credit risk exists in relation to customers, banks and insurers. These risks are mitigated by maintaining rigorous credit control procedures across a wide customer base.

  Credit risk attributable to trade and other receivables is minimised by dealing with recognised creditworthy third parties who have been through a credit verification process. The maximum exposure to credit risk is limited to the carrying value of trade and other receivables.

  As well as credit risk exposures inherent within the Group's outstanding receivables the Group is exposed to counterparty credit risk arising from the placing of deposits and entering into derivative financial instrument contracts with banks and financial institutions.

  The Group manages this credit risk by entering into financial instrument contracts only with highly credit-rated counterparties which are reviewed and approved annually by the Board. The Group has Board approved maximum counterparty exposure limits for specified banks and financial institutions based on the long term credit ratings of Standard & Poor's and Moody's.

  Counterparties' positions are monitored on a regular basis to ensure that they are within the approved limits and that there are no significant concentrations of credit risk.

- Retirements benefits funding
  The funding position of the Group's post-retirement benefit scheme (the Sedgemoor Scheme) may be adversely affected by poor investment performance, changes in interest and inflation rates, improved mortality rates and changes in the regulatory environment. The income statement, and the level of cash contributions required to be made to the Scheme, may be positively or negatively affected by the amount of the retirement benefits obligations.

  The Sedgemoor Scheme has been closed to new members since 1999 and shortly thereafter future service benefits ceased to accrue to existing members. Deficit recovery plans are agreed with the Trustee of the Scheme based on actuarial advice and the results of Scheme valuations.

- Acquisitions
  The Group considers acquisitions as part of its growth strategy. Such acquisitions may not realise the benefits anticipated. The Group undertakes due diligence and obtains representations, warranties and indemnities from vendors where possible. The Group implements comprehensive business integration processes.

Commercial and other risks

- Product demand
  A significant or prolonged downturn, due to recession, would decrease demand for the Group's products and adversely affect Group revenue. The Group spreads its activities across the Electronics, Supply Chain and Medical markets to reduce its exposure to any one business and constantly reviews its costs to partially mitigate any reduction in demand.

- Loss of major supplier(s) or customer(s)
  As with any business, the loss of one or more major suppliers or customers can be a material risk. The nature of the Group's businesses, however, ensures that there is not a high level of dependence on any individual suppliers or customers. No supplier represents more than 3% of total Group revenue with the next largest at 2%. No customer represents more than 1% of total Group revenue.

- Technological change
  The Group's businesses operate in specialised markets offering products which are technical in nature. As a result, there is always the risk that a technological change will make specific products less competitive or, in the worst case, obsolete. In addition to the write-off of unsaleable inventory, this can impact the sales performance of the business if replacement products are not available. The Group's exposure to this risk is reduced by the spread of businesses and technologies.

  The operating businesses monitor the key technologies to ensure early warning of changes in product competitiveness. Also, the businesses, with sufficient lead time, mostly have the opportunity to change suppliers in the event of a major technology shift.

- Competition
  The Group competes in a highly competitive global market that has experienced significant consolidation in recent years. Losing contracts to competitors, many of whom have greater financial and marketing resources, or being forced to accept lower margins, would have an adverse impact on the Group's results. The Group mitigates this risk by diversifying its operations across divisions, geographies and product types.

- Product liability
  There is a risk that products supplied may fail in service, which could lead to a claim under product liability. To offset this risk, technically qualified personnel and control systems are in place to ensure products meet quality requirements. Further, the Group has established Group-wide product liability insurance.

- Contracts
  The Supply Chain division enters into significant long-term contracts for the outsourcing of parts services. There is a risk that the Group could suffer losses on such contracts through incorrect pricing, through an inaccurate assessment of the costs associated with such contracts or through weak business processes. To mitigate exposure to this risk, major contracts must go through a Board approval process to ensure that risks associated with such contracts have been properly evaluated.

- Supply chain
  The Group relies on independent suppliers for the products which it distributes, some of which may be available from a limited number of suppliers or distributed under agreement with a specific supplier. Any disruption to the supply chain could have an impact on the Group's ability to meet customer requirements and adversely affect the Group's results. The Group maintains significant investment in logistics facilities and subjects business continuity plans to regular testing to manage the risk of a loss of a major facility or supplier.

- Major damage to premises
  The Electronics business has two central European warehouse facilities. Major damage to either of these facilities from fire, malicious damage or natural disaster would impact the business for a period until the damage is repaired or alternative facilities have been established.

  The businesses have developed plans to prevent incidents, and business contingency plans in the event that such an incident occurred. Insurance policies are also in place, including property, contents and business interruption cover which would mitigate the financial impact.

- Loss of information technology ("IT") systems
  Computer systems are critical to the businesses since their success is built on high levels of customer service and quick response. A complete failure of IT systems, with the loss of trading and other records, could be very damaging. IT system failure could have a number of causes, including power failure, fire and viruses. Business interruption insurance cover is held across the Group and contingency plans have been drawn up in all businesses.

- People
  The success of the Group depends upon the efforts, experience and expertise of certain senior and specialist employees. Failure to retain them or recruit suitable replacements would have an adverse effect. To mitigate exposure to this risk, the Group maintains competitive remuneration packages and good communications at all levels.

Directors' responsibilities statement

Each of the Directors, as at the date of this Report, confirms to the best of his knowledge that:

- the financial statements give a true and fair view of the assets, liabilities, financial position and profit or loss of the Company and the Group; and

- the Directors' Report includes a fair review of the development and performance of the business and the position of the Company and the Group together with a description of the principal risks and uncertainties that it faces.

Related party transactions

During the year, there were no related party transactions requiring disclosure.

For further information:

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Cubitt Consulting

Notes to Editors:

Acal is a European specialist provider of technology products and services providing sales, marketing, engineering and other services through two Divisions: Electronics and Supply Chain. The Electronics Division is Europe's leading specialist supplier of electronic and photonic products to industrial manufacturing and design companies. The Supply Chain Division provides inventory optimisation and outsource solutions to leading technology service providers. Acal has operating companies in the UK, Netherlands, Belgium, Germany, France, Italy, South Africa, Spain, the Nordic region and South Korea.

This information is provided by RNS
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