

Welcome

SciSys plc AGM

12th June 2008

NEW HORIZONS





Key Points

- Very disappointing year
- Problems being addressed
- Delayed projects back under control
- Underlying business remains strong
- Good volumes of repeat business and new wins
- VCS (acquired for €16.7m – part cash & shares in Sept '07) performing well
- Microgen approach

Financial Key Points

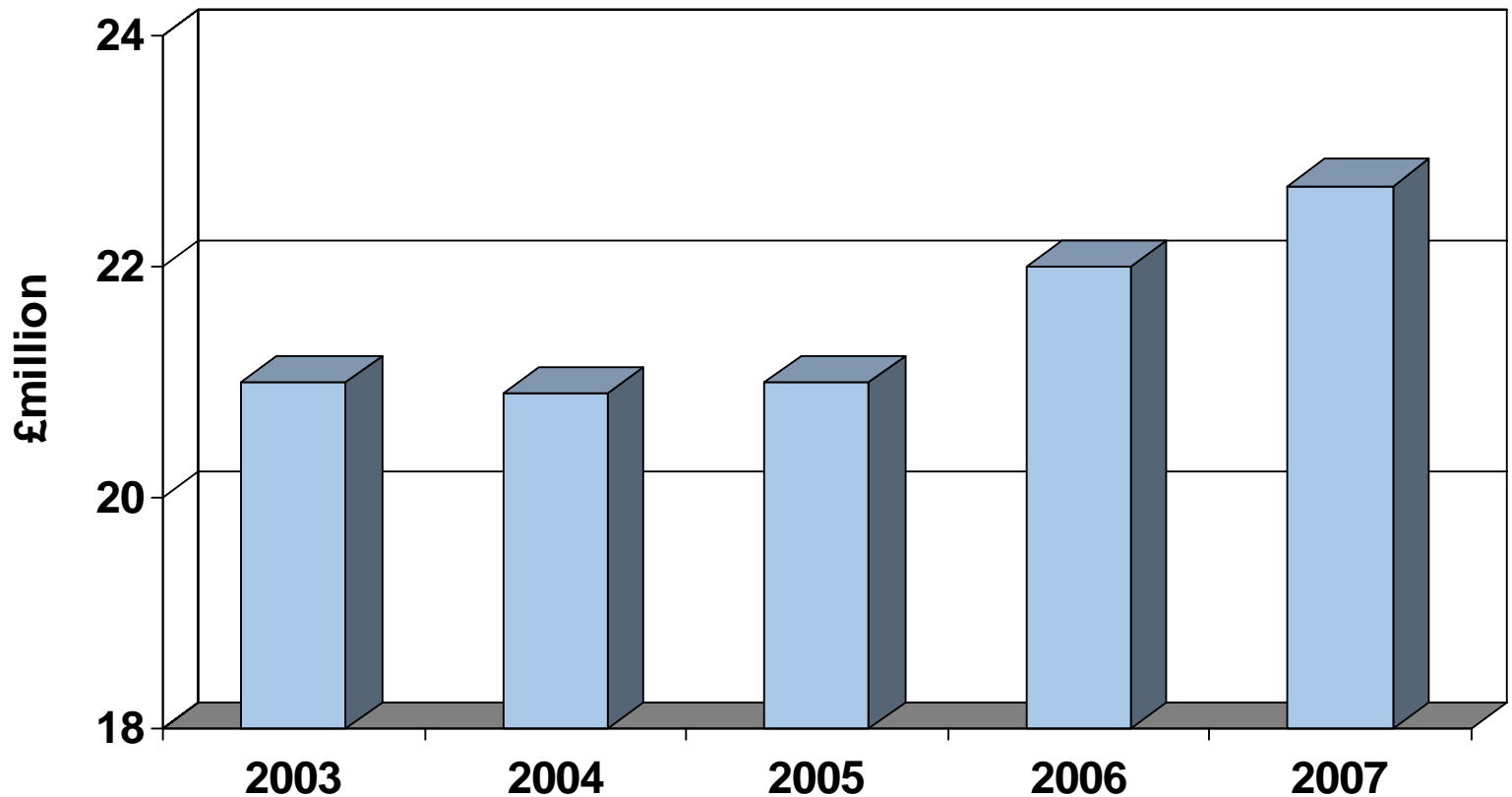
- For continuing SciSys operations

	2007	2006
Revenues	£25.6m	£25.4m
Adjusted operating loss	£1.44m loss	£1.44m profit
Operating loss/profit	£2.65M loss	£402K profit
Adjusted basic EPS	7.4p Loss per share	7.0p Earnings per share

Dividend suspended - will be reviewed by Board in line with interims announcement

Professional Revenues

Consolidated SciSys group

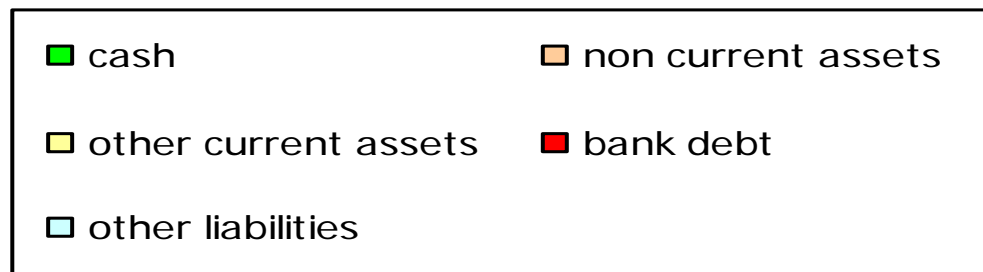
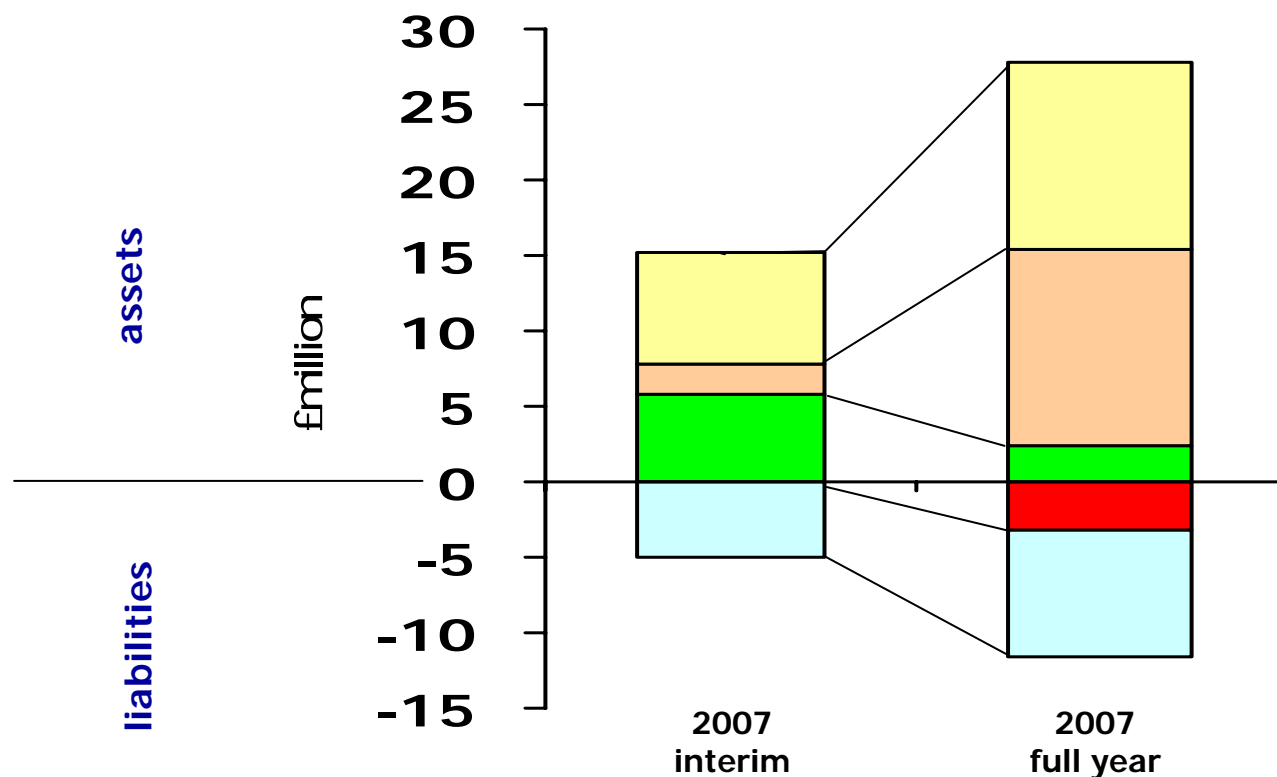


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Balance sheet movements

- from net cash/no debt to net debt with cash & borrowings during 2007



Cash is shown separately from rest of current assets

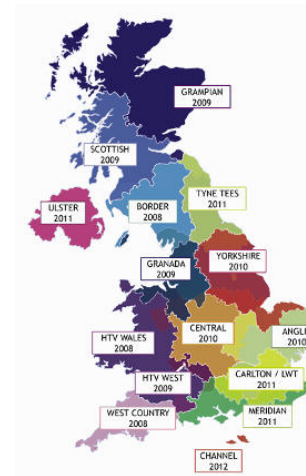
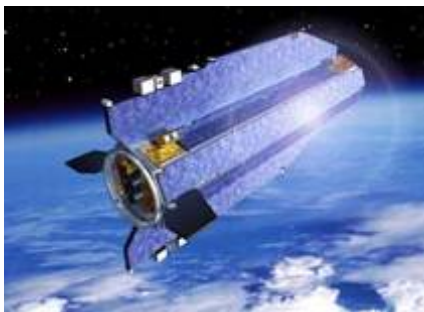
2007 retrospective

■ Highlights

- ⇒ Acquired VCS AG for €16.7m in September 2007
- ⇒ Integrated Regulation programme deliveries to Environment Agency
- ⇒ UK Digital Switchover programme secured
- ⇒ Continued high levels of repeat business

■ Lowlights

- ⇒ Significant difficulties on a number of programmes forced SciSys to make substantial provisions against delays and overruns
- ⇒ Cost reduction programme led to redundancies
- ⇒ Share price collapse



Causes

- Lack of ownership and control during transition from tender stage to implementation stage
- Historic long term low margin framework agreements
- Management team stretched
- Little focus (awareness) on profits and cash
- Seniors not sufficiently engaged in Account Management
- Fragmented and disjointed QA
- € vs £ exchange rate



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Decisions taken

- Board changes
- Re-organise into 4 operating divisions
- Re-install focus on margins and forecasting at operations level
- Closer engagement by Board members in Account Management
- Rebuild management feedback and communications
- Complete VCS acquisition



SciSys welcomes VCS AG

- VCS has two business streams

- ⇒ Space and communications

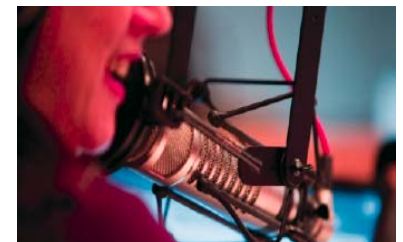
- ↪ Strong synergies with existing SciSys space, defence and telecoms business

- ⇒ Media and Broadcast

- ↪ New market for SciSys

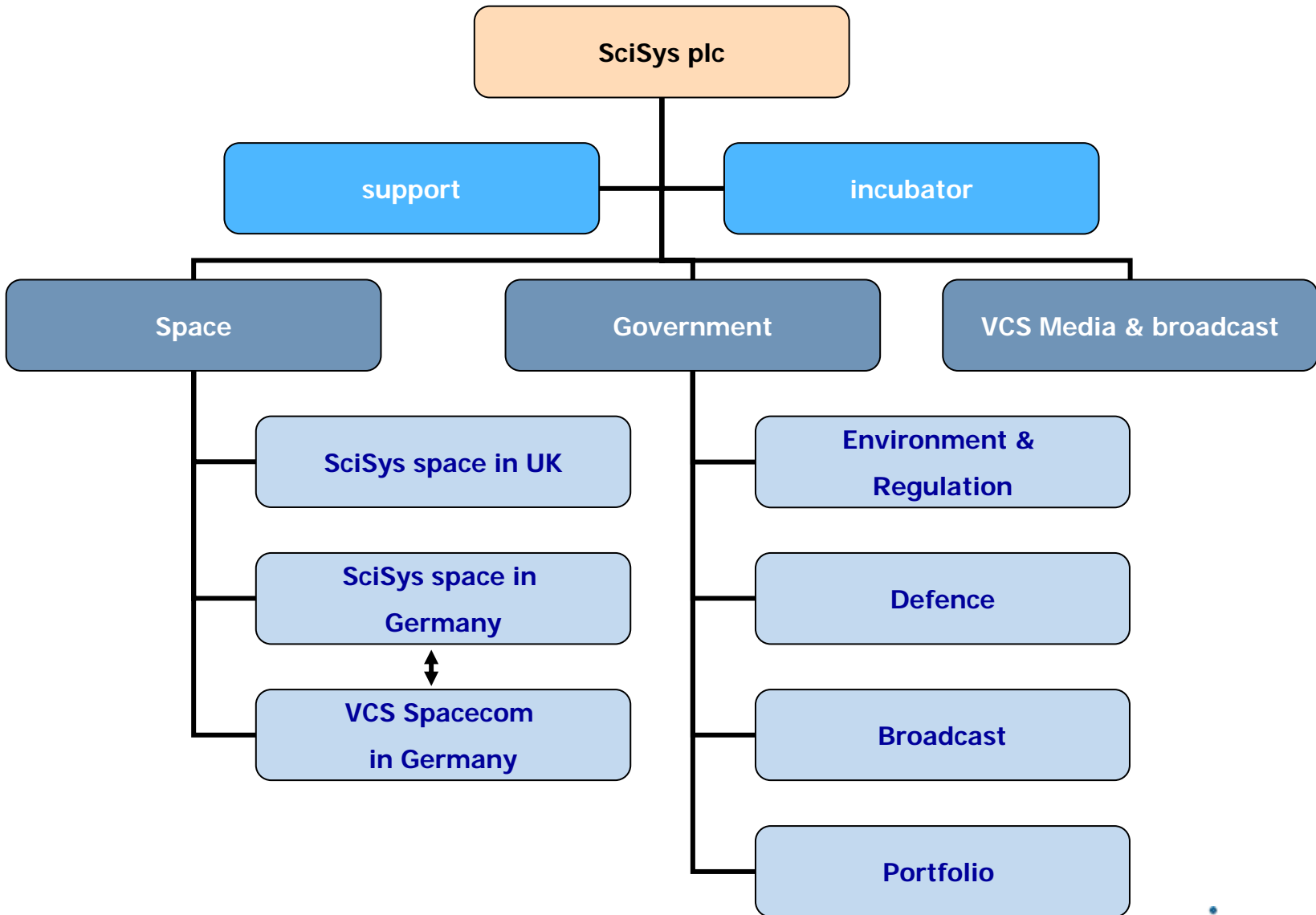
- ↪ VCS strong in this market for many years

- ↪ VCS welcomed a UK based parent because of strong ties with UK broadcasters – the BBC in particular



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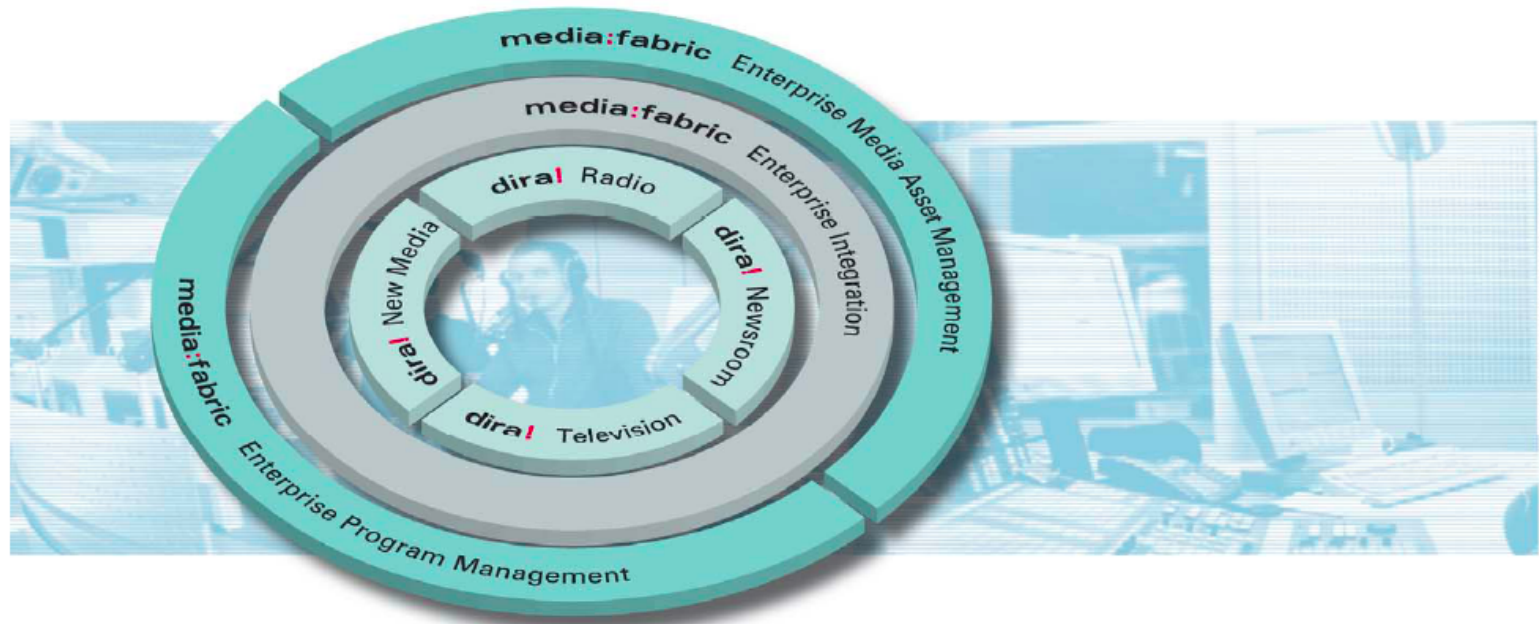
SciSys organisation in market sectors



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SciSys – VCS Media & Broadcast – product lines



dira! Production & Playout Solutions

- dira! Radio
- dira! Television
- dira! Newsroom
- dira! New Media

media:fabric Enterprise Applications

- Enterprise Media Asset Management
- Enterprise Program Management
- Enterprise Integration

SciSys Space including VCS Spacecom

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ON-BOARD



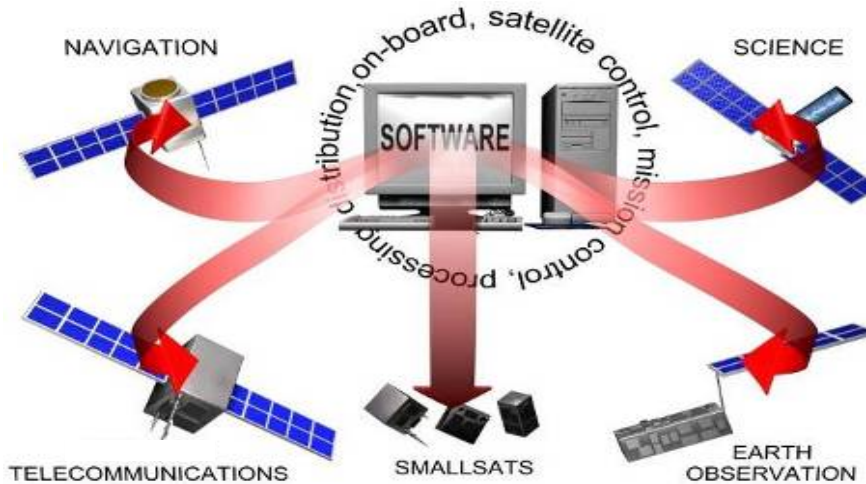
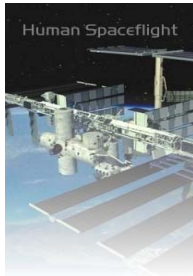
GROUND



DATA



APPLICATIONS



DOMAINS

scisys
VCS
ENGINEERING

CAPABILITY



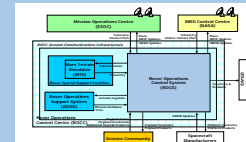
Autonomous Systems



Mission Control & Automation



Modelling & Simulation



Systems Architectures



Consultancy & Support

SciSys – Government

– defence, transport and comms - capabilities

Technology

Skills & Knowledge

Market

GIS
Ada
C/C++
MATLAB
Simulink
Oracle
Microsoft
SCADA
Java
SNMP
SOA
MDA
ESRI
3G
GUIs

NEC
Networks
Training
Modelling
Emulation
ComBAT
Simulation
Battlefield Digitisation
Monitoring & Control
Systems Integration
Fare Collection Systems
Electronic Architectures
Railway Control Systems
Synthetic Environments
Autonomous Systems
Situational Awareness
Games Engines
Set Top Boxes
Planning Tools
BOWMAN
IT Support
BISAs
Research

AFVs
Defence
C4I
Robotics
Digital Broadcasting
Homeland Security
Emergency Services
Unattended Sensors
Unmanned Vehicles
Rail
CBRN

SciSys Government – environment, regulation and public sector capabilities

■ Capabilities

- GIS
- Business Systems
- E government and better regulation
- Consultancy
- Mobile
- support



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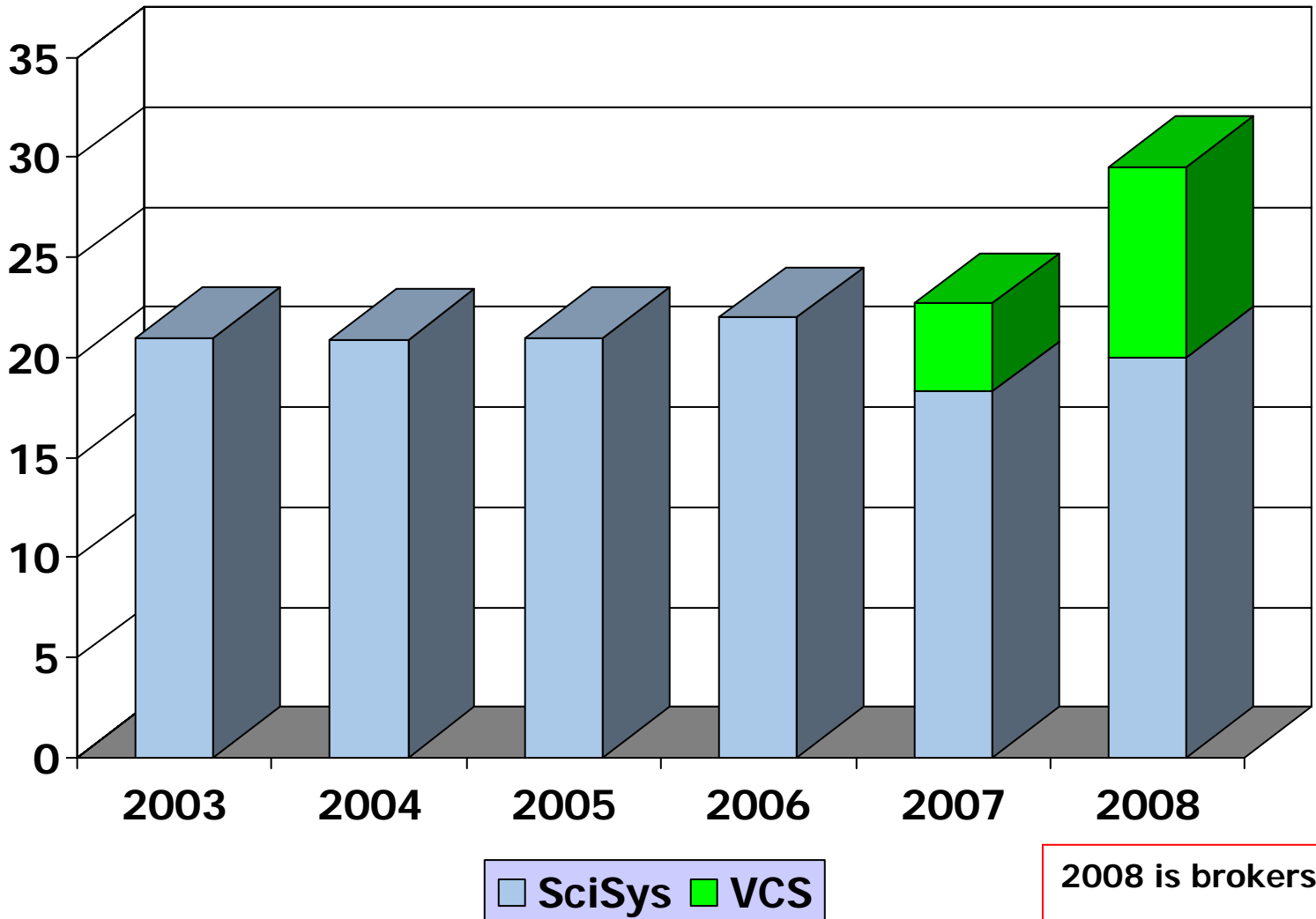


Who we work for



Professional Revenues

– SciSys & VCS (4 months post acquisition period during 2007)

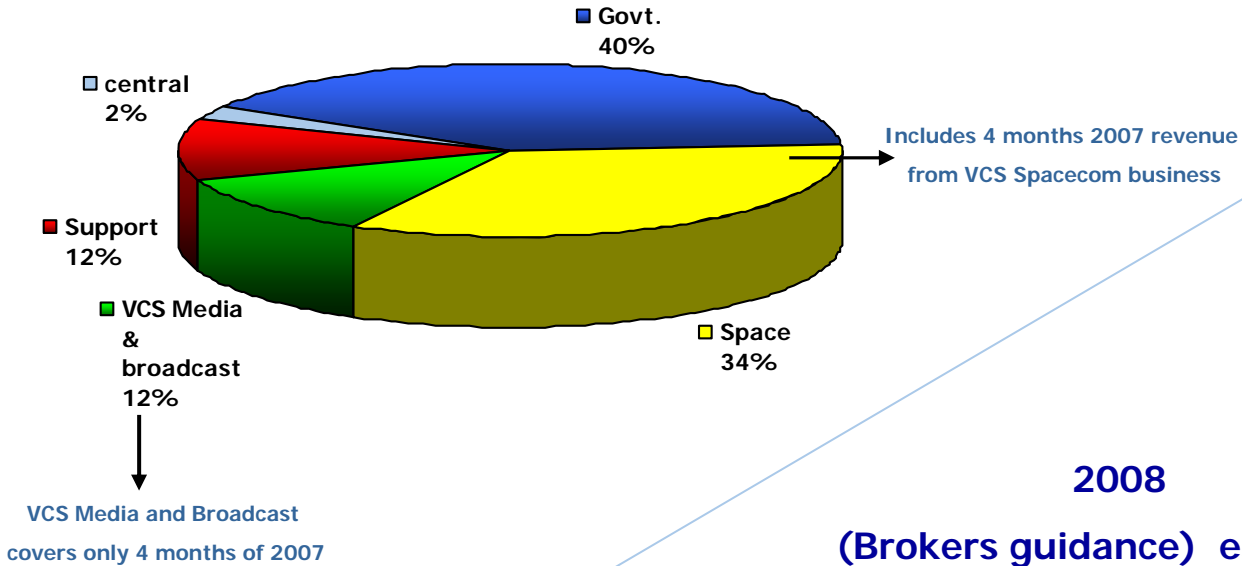


2008 is brokers
Guidance only

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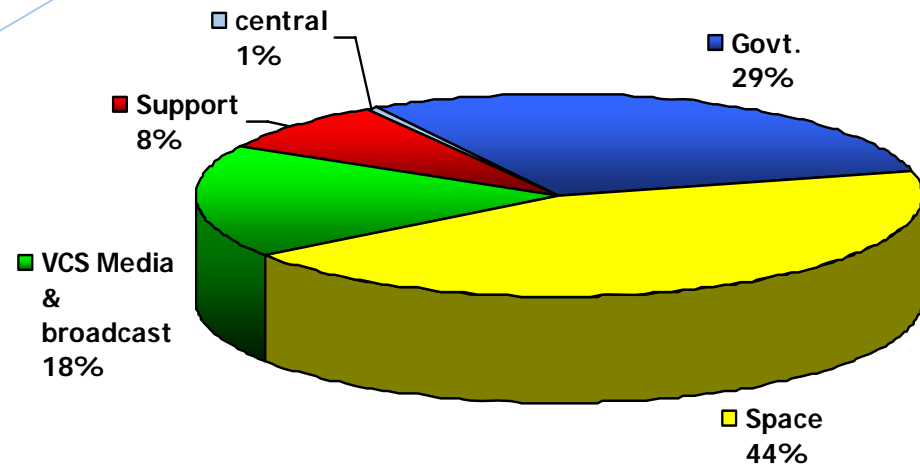
Revenues by operating division

2007



2008

(Brokers guidance) estimates

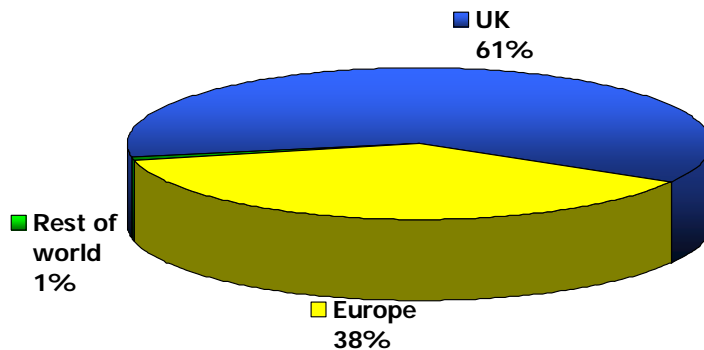


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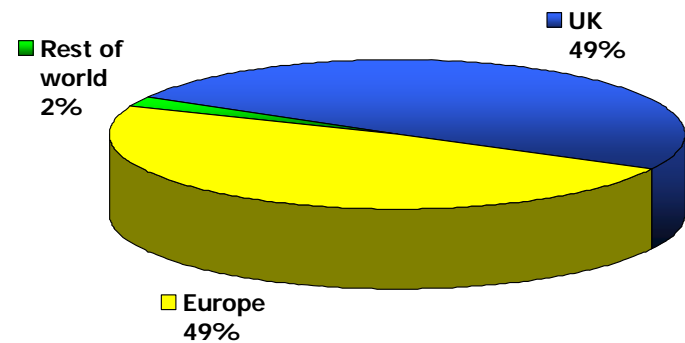
Revenue by geographic location of customer

2007



2008

(Brokers guidance) estimates



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2008 Trading update

- Some good wins recently – also good for 2009
- Cash position has improved
- Now performing in line with market expectations for 2008

market expectations for 2008

Total revenue	£32.5m
Adjusted PBT	£1.1m

Source Landsbanki

- Confidence in recovery now delivering



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Summary

- 2007 disappointing
- Actions taken quickly to reverse and recover
- 2008 is looking to deliver on the recovery
- Future is now more secure
- Reflect in share price improvement



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Questions