GOODWIN PLC

IVY HOUSE FOUNDRY, HANLEY, STOKE-ON-TRENT

DIRECTORS REPORT AND ACCOUNTS

30th APRIL 2026

INDEX

FINANCIAL HIGHLIGHTS

GOODWIN PLC

www.goodwin.co.uk

Registered in England and Wales, Number 305907
Established 1883

Directors:

T. J. W. Goodwin *(Chairman)*

M. S. Goodwin *(Managing Director) Mechanical Engineering Division*

S. R. Goodwin *(Managing Director) Refractory Engineering Division*

B. R. E. Goodwin *(Director)*

A. J. Deeth *(Finance Director)*

A. M. Thomas *(Director)*

J. E. Kelly *(Non-Executive Director)*

N. Brown *(Director)*

C. A. McNamara *(Non-Executive Director)*

Secretary and registered office:
Mrs. J. L. Martin, L.L.B., A.C.I.S.
Ivy House Foundry, Hanley,
Stoke-on-Trent, ST1 3NR

Registrar and share transfer office:
Computershare Investor Services PLC,
The Pavilions, Bridgwater Road,
Bristol, BS99 6ZZ

Auditor:
RSM UK Audit LLP,
Festival Way, Festival Park, Stoke-on-Trent, ST1 5BB

NOTICE IS HEREBY GIVEN that the NINETY-FIRST ANNUAL GENERAL MEETING of the Company will be held at 10.30am on Wednesday, 7th October, 2026 at Crewe Hall, Weston Road, Crewe, Cheshire CW1 6UZ for the purpose of considering and, if thought fit, passing the following resolutions which are proposed as ordinary resolutions.

1. To receive the Directors' Reports and the audited financial statements for the year ended 30th April, 2026.
2. To approve the payment of the proposed ordinary dividend on the ordinary shares.
3. To re-elect Mr. A. J. Deeth as a Director.
4. To-re-elect Mr. A. M. Thomas as a Director.
5. To approve the Directors' Remuneration Report (excluding the Directors' Remuneration Policy) for the year ended 30th April, 2026, as stated on pages 40 to 43 of the Directors' Report.
6. To re-appoint RSM UK Audit LLP as auditor and to authorise the Directors to determine their remuneration.

By Order of the Board

J. L. Martin
Secretary

Registered Office:
Ivy House Foundry,
Hanley, Stoke-on-Trent
27th August, 2026

NOTES TO NOTICE OF ANNUAL GENERAL MEETING:

1. Members are entitled to appoint a proxy to exercise all or any of their rights to attend and to speak and vote on their behalf at the meeting. A shareholder may appoint more than one proxy in relation to the Annual General Meeting provided that each proxy is appointed to exercise the rights attached to a different share or shares held by that shareholder. A proxy need not be a shareholder of the Company. A proxy form which may be used to make such appointment and give proxy instructions accompanies this notice.

2. To be valid any proxy form or other instrument appointing a proxy must be received by post, by scanned copy sent to proxies@goodwingroup.com or (during normal business hours only) by hand at Ivy House Foundry, Hanley, Stoke-on-Trent, ST1 3NR no later than 10.30am on 5th October, 2026.

3. The return of a completed proxy form or other such instrument will not prevent a shareholder attending the Annual General Meeting and voting in person if he/she wishes to do so.

4. Any person, to whom this notice is sent, who is a person nominated under section 146 of the Companies Act 2006 to enjoy information rights (a "Nominated Person") may, under an agreement between him/her and the shareholder by whom he/she was nominated, have a right to be appointed (or to have someone else appointed) as a proxy for the Annual General Meeting. If a Nominated Person has no such proxy appointment right or does not wish to exercise it, he/she may, under any such agreement, have a right to give instructions to the shareholder as to the exercise of voting rights.

5. The statement of the rights of shareholders in relation to the appointment of proxies in paragraphs 1 and 2 above does not apply to Nominated Persons. The rights described in these paragraphs can only be exercised by shareholders of the Company.

6. To be entitled to attend and vote at the Annual General Meeting (and for the purpose of the determination by the Company of the votes they may cast), shareholders must be registered in the Register of Members of the Company at 10.30am on 5th October, 2026 (or, in the event of any adjournment, 10.30am on the date which is two days before the time of the adjourned meeting). Changes to the Register of Members after the relevant deadline shall be disregarded in determining the rights of any person to attend and vote at the meeting.

7. As at 26th August, 2026 (being the last business day prior to the publication of this Notice) the Company's issued share capital consists of 7,509,600 ordinary shares, carrying one vote each. Therefore, the total voting rights in the Company as at 26th August, 2026 are 7,509,600.

8. Shareholders should note that it is possible that, pursuant to requests made by shareholders of the Company under section 527 of the Companies Act 2006, the Company may be required to publish on a website a statement setting out any matter relating to: (i) the audit of the Company's accounts (including the auditor's report and the conduct of the audit) that are to be laid before the Annual General Meeting; or (ii) any circumstance connected with an auditor of the Company ceasing to hold office since the previous meeting at which annual accounts and reports were laid in accordance with section 437 of the Companies Act 2006. The Company may not require the shareholders requesting any such website publication to pay its expenses in complying with sections 527 or 528 of the Companies Act 2006. Where the Company is required to place a statement on a website under section 527 of the Companies Act 2006, it must forward the statement to the Company's auditor not later than the time when it makes the statement available on the website. The business which may be dealt with at the Annual General Meeting includes any statement that the Company has been required under section 527 of the Companies Act 2006 to publish on a website.

9. In order to facilitate voting by corporate representatives at the meeting, arrangements will be put in place at the meeting so that (i) if a corporate shareholder has appointed the chairman of the meeting as its corporate representative with instructions to vote on a poll in accordance with the directions of all of the other corporate representatives for that shareholder at the meeting, then on a poll those corporate representatives will give voting directions to the chairman and the chairman will vote (or withhold a vote) as corporate representative in accordance with those directions; and (ii) if more than one corporate representative for the same corporate shareholder attends the meeting but the corporate shareholder has not appointed the chairman of the meeting as its corporate representative, a designated corporate representative will be nominated, from those corporate representatives who attend, who will vote on a poll and the other corporate representatives will give voting directions to that designated corporate representative. Corporate shareholders are referred to the guidance issued by The Chartered Governance Institute on proxies and corporate representatives (www.cgi.org.uk) for further details of this procedure. The guidance includes a sample form of representation letter if the chairman is being appointed as described in (i) above.

10. None of the Directors has a service contract with the Company.

11. If approved by shareholders at the Annual General Meeting on 7th October, 2026, the ordinary dividends of 330 pence per share will be paid in full on 9th October, 2026 to shareholders on the register on 18th September, 2026.

GOODWIN PLC

CHAIRMAN'S STATEMENT

I am pleased to report a record level of profits for the Group for the twelve month period ended 30th April, 2026. The trading profit was £77.5 million (2025: £35.5 million) an increase of 118% year-on-year on revenue of £280 million, which is up 27% on the revenue reported for the prior year, as set out on page 8. (Additional details on the trading pre-tax profit are to be found on page 122).

The Directors propose an increased ordinary dividend of 330 pence (2025: 280 pence) per share, an 18 % increase. Further details on the Dividend Policy and timing of the payment can be found on page 13.

This continued strong performance reflects the sustained strength of our end markets and the benefits of the strategic decisions taken over several years to focus the Group on specialist, technically demanding sectors.

Whilst there has been growth in all our manufacturing companies, the Mechanical Engineering division in particular has continued to experience a substantial increase in customers' demand for precision-machined, high-integrity castings into mission critical defence and nuclear applications. As a result of continued investment in its customer relationships, engineering expertise and manufacturing capabilities, Goodwin has positioned itself to be a leading supplier on many UK and US Navy frigate and submarine programmes. Our ability to supply high-quality products, that are technically difficult to make on a fast and consistent basis, has supported the continued growth in volumes, as well as continued improvement in margins.

The Board has continued to assess the long-term strategic direction of the business. The significant improvement in the performance of the Mechanical Engineering division, together with its strong market position and attractive growth prospects, has substantially enhanced its strategic value and generated considerable external interest. During the year, and as announced post period-end on 7th August, 2026, the Board committed to pursuing a potential disposal of a substantial part of the Mechanical Engineering Division and appointed Rothschild & Co as its financial adviser to initiate an active sale process of its constituent business units, to maximise value for shareholders whilst ensuring continuity for all stakeholders, including customers, and the long-term prospects of the business. As part of this process, the business was actively marketed to potential purchasers. The proposed disposal includes Goodwin Steel Castings Limited, Goodwin International Limited, Noreva GmbH, Easat Group and Pumps.

The sale process is progressing well, and the Group has been in discussions with a number of potentially interested parties, as well as continuing the important strategic dialogue we have with all our stakeholders. Our customers, suppliers and employees should expect business to continue uninterrupted, and management remains fully committed to maintaining the high standards of service and operational performance that have underpinned the success of these businesses. The Board expects to provide a further update as the transaction progresses. The disposal process is being actively pursued in accordance with the Board's approved plan, which targets completion within the next twelve months, and shareholders will be kept informed of material developments as appropriate.

As a result of the Mechanical Engineering sale process and the Board's committed disposal plan, the Board is considering the most appropriate capital allocation strategy and dividend policy for the Group going forward. As the composition, investment requirement and capital structure of the Group will likely change, the Board wants to ensure that it can pay excess cash to shareholders, whilst balancing value-enhancing investment opportunities within its manufacturing companies.

CHAIRMAN'S STATEMENT *(continued)*

The Board currently expects that a substantial part of the cash proceeds from any disposal resulting from its strategic review of the Mechanical Engineering division will be paid to shareholders.

As part of the strategic review, management reporting was revised to reflect the proposed sale of a substantial proportion of the Mechanical Division, which included the creation of a new Technological Division, as an operating segment.

Mechanical Division (Assets held for Sale) Goodwin Steel Castings Limited and Goodwin International Limited

The defence programmes secured over recent years continued to progress during the year, resulting in a substantial increase in the volume of high-integrity components manufactured for UK and US naval ship and submarine programmes. The division successfully met the demanding quality and delivery requirements of these programmes, reflecting the benefits of the sustained investment made in manufacturing capability, engineering expertise and customer relationships over many years. The operational performance achieved during the year has further strengthened the division's reputation with its customers.

Easat Radar Systems - Easat Group delivered its first material year in which the benefits of the turnaround strategy were fully reflected in the financial results, with profits improving from approximately breakeven to £4.5 million. This performance represents the culmination of several years of investment in technology, operational improvements and the transition from a component supplier to a provider of complete surveillance systems. During the year, management also delivered significant cost reductions and operational efficiencies, resulting in a marked improvement in profitability while continuing to deliver high levels of customer service and product performance.

Noreva - Noreva, the division's specialist valves business in Germany, also delivered strong profits during the year. This performance reflected strong demand from the LNG sector in the US. Whilst geopolitical events in the Middle East continue, despite the three months of storage prior to collection of certain customer shipments being invoked, no orders were cancelled and the business continues to perform strongly.

Pumps - The Pumps businesses also delivered a solid performance. In South Africa, a revised commercial strategy successfully improved order intake and restored sales momentum, whilst in India the business achieved record production and sales volumes, supported by strong domestic demand and increased intercompany supply to the Group's international operations. These achievements reflect the continued development of the division's manufacturing capability and operational efficiency.

Overall, the Mechanical Engineering Division delivered an excellent operational and financial performance during the year, reflecting many years of sustained investment, disciplined execution and the commitment of its employees. The Board is grateful for the significant contribution made by all those involved in achieving these results.

Refractory Engineering Division

The Refractory Engineering Division delivered another year of strong growth, with the divisional subsidiaries' trading profits up 15% year-on-year.

The companies within the division that manufacture investment casting powders, injection waxes and moulding rubbers for the jewellery industry – including GRS UK, GRS India, GRS Thailand and GRS China – have in part faced difficult trading conditions arising from record-high gold and silver prices, which have reduced sales into the jewellery casting industry. However, consumer spending has shifted from fewer, higher-cost purchases to a "wear once" mentality, driving demand for low-cost jewellery through online and social media

CHAIRMAN'S STATEMENT *(continued)*

impulse purchasing. We expect this trend to continue. Celebratory purchases to mark special occasions such as weddings will always have their place, but they now represent a smaller part of the market; the vast majority of consumer spending has moved to higher volumes of lower-cost jewellery, which we are well positioned to capture.

This shift has been highly beneficial to the Group, whether a piece is cast in brass or in gold, it requires the same quantity of investment casting powder, injection wax and moulding rubber. As a result, we have seen very strong growth in sales to the low-cost brass casting sector. We are even seeing global-leading silver jewellery brands beginning to move to plated brass in place of solid silver, lowering the price point of their products and moving them further into the high-volume, impulse-purchase category. To cater for this increase in demand, we expect to open a fourth investment powder manufacturing facility in China within the coming twelve to eighteen months.

Gold and silver prices have begun to recede. Precious-metal jewellery will continue to be an important part of the market, and we have started to see usage of our products in this sector begin to recover - which will move profits further forward as these higher-value sales return.

During the year, our research and development teams implemented a newly developed in-house technology that enables more cost-effective investment casting powder products with performance equal to or better than the formulations they replace. We have used this improved cost-effectiveness both to increase margins and, where strategically advantageous, to strengthen our competitiveness.

After many years of development and product trials, we are pleased to report that the largest jewellery caster in the US has adopted our patented X-SIL silica-hazard-free investment casting powder. This is a major milestone for us as a company and for the industry. The US is a market where we have historically refrained from selling to due to our traditional products being silica-based, and we expect that this represents the first step towards a wider transition. We also believe it will help drive change in Europe towards this silica-hazard-free range, on which we are able to achieve enhanced margins.

Hoben International had an excellent year, increasing profits substantially. This was driven by a combination of factors, including increased internal group demand for the cristobalite manufactured by Hoben (used by our investment powder companies), reduced energy costs, and the continued high growth of the Soluform concrete bagwork solution, sales of which grew by over 50% in the year. We expect Soluform to continue growing at high rates over the coming years, and we are expanding the team to deliver this growth.

AVD Fire – which manufactures and sells specialist lithium battery fire-extinguishing agent, lithium battery fire extinguishers, and lithium fire protection blankets and bags – is, we believe, at a very exciting point in its growth journey. Over the past ten years, a great deal of work has been done to establish AVD as the number one choice for extinguishing and containing lithium battery fires. Our products are being adopted globally and are recommended by insurers. Perception of the risk of lithium battery fires is changing rapidly, as is the global understanding that action must be taken to provide specialist products to extinguish and contain them. We now have a truly global distributor network, global recognition of the leading performance of our products, and a market that is increasingly being compelled to adopt solutions for this significant risk. We are addressing testing and product requirements from all sectors, including commercial airlines, marine, automotive, rail networks, military, product distribution and storage centres, and many other applications.

Technological Division

Following a decision during the year to actively pursue the disposal of the majority of the Mechanical Engineering Division, the internal management reporting was changed to

CHAIRMAN'S STATEMENT *(continued)*

reflect the continuing and discontinuing operations of the Group. A new operating division titled Technological Division made up of Duvelco and Internet Central businesses that were formerly part of the Mechanical Engineering Division, but are not part of the businesses for sale, is now reported separately.

Duvelco

Duvelco, the Group's advanced plastics business, remains an important long-term opportunity. Production finalisation has taken longer than originally anticipated, as can occur with a highly automated, complex and first-of-its-kind manufacturing process. The business continues to produce material for customer sampling and qualification, with feedback to date being positive, while the team focuses on completing the remaining commissioning items and establishing a robust, repeatable process capable of supporting future commercial demand. The outstanding items are mechanical rather than fundamental in nature and are not considered to represent a long-term risk. The lessons learned can also be incorporated from the outset into the design of any future manufacturing plants.

Duvelco has also entered into a strategic agreement with an established processing partner to manufacture stock shapes. The arrangement will initially utilise the partner's available capacity, with further capacity to be added as demand develops. As the partner already undertakes hot compression moulding at scale, the agreement provides a low-risk route to market, broadens Duvelco's product offering and avoids the learning curve associated with establishing this capability internally.

Although samples have not yet been distributed in significant volumes, the Board is encouraged by the progress being made and continues to believe that Duvelco has significant long-term potential. The focus remains on completing production finalisation and expanding customer sampling and qualification activity as Duvelco's material reaches a broader range of prospective customers and applications.

Cash flow and capital expenditure

Cash generation improved during the year. The Group has benefited from the milestone payments negotiated into the defence contracts won to date and these payments have helped to support working capital and provide greater visibility over cash flow as the programmes progress.

In terms of capital expenditure, the major item during the year was the construction of the new Foundry 5.0 building in Hanley. This facility will house state-of-the-art automated moulding and robotic casting upgrade equipment, which the Group has been developing in conjunction with its R&D partners, including the US Navy and Siemens. This investment represents an important step in the continued modernisation of the Group's manufacturing capability and the building is scheduled to be finished in the fourth quarter of this calendar year.

There are no other major capital expenditure projects underway or planned that would not be customer funded. The Group's net debt as at April 2026 was £29 million, reflecting continued strong financial performance and a prudent approach to leverage, which stood at 22.4% as at the 30th April, 2026, after paying out the special interim dividend of £40 million in the month of November 2025.

Goodwin PLC post the proposed disposal of the Mechanical Division

Following completion of a proposed disposal resulting from its strategic review of the Mechanical Engineering Division, the Group will comprise a simpler, more focused portfolio of specialist businesses with strong market positions and attractive long-term growth prospects. The disposal will allow management to concentrate its resources on developing the remaining businesses, while maintaining the disciplined approach to capital allocation that has underpinned the Group's success.

CHAIRMAN'S STATEMENT *(continued)*

Particular emphasis will be placed on accelerating the commercial development of the Group's newer growth opportunities, including Duvelco and AVD Fire, alongside supporting the continued expansion of our established Refractory businesses. The Board believes these businesses offer significant long-term value creation potential and will benefit from increased management focus and investment.

As a result of the disposal, the Group will comprise the Refractory and Technological divisions. These businesses represented in aggregate £118 million in gross assets and £10 million in operating profits in the financial year ended 30 April 2026.

The Group's banking partners have expressed their continued support for the remaining business and have confirmed their willingness to provide appropriate facilities going forward. Nevertheless, the Board's intention is, at least initially, to operate the Group on a zero net debt basis, providing financial resilience and flexibility as we execute the next phase of the Group's strategy.

While the proposed disposal represents a significant milestone, the Board remains committed to continually reviewing the Group's portfolio and strategic direction to ensure capital is allocated to maximise long-term shareholder value.

People

The results achieved this year would not have been possible without the commitment, skill and hard work of our employees across the Group. On behalf of the Board, I would like to thank all of them for their continued dedication, professionalism and support during another important year for the business.

T. J. W. Goodwin
Chairman

27th August, 2026

Alternative performance measures mentioned above are defined on page 121.

GOODWIN PLC

SUMMARY OF CONSOLIDATED STATEMENT OF PROFIT AND LOSS - NON-GAAP**

for the year ended 30th April, 2026

	Note	2026 Refractory £'000	2026 Techno-logical £'000	2026 Central costs £'000	2026 Continuing £'000	2026 Mechanical Discontinued £'000	2026 Total £'000	2025 Total £'000
Revenue	4, 5	**64,856**	**3,922**	**84**	**68,862**	**211,154**	**280,016**	219,709
Cost of sales		**(32,666)**	**(3,212)**	**(240)**	**(36,118)**	**(103,620)**	**(139,738)**	(128,100)
GROSS PROFIT		**32,190**	**710**	**(156)**	**32,744**	**107,354**	**140,278**	91,609
Selling and distribution costs		**(5,803)**	**(572)**	**(71)**	**(6,446)**	**(6,380)**	**(12,826)**	(10,903)
Administrative expenses		**(10,674)**	**(3,593)**	**(2,094)**	**(16,361)**	**(32,787)**	**(48,848)**	(43,594)
OPERATING PROFIT		**15,713**	**(3,455)**	**(2,321)**	**9,937**	**68,667**	**78,604**	37,112
Finance income**	8	**26**	**-**	**944**	**970**	**91**	**1,061**	1,305
Finance costs**	8	**(41)**	**(34)**	**(12)**	**(87)**	**(2,140)**	**(2,227)**	(2,965)
Share of profit of associate company	15	**64**	**-**	**-**	**64**	**-**	**64**	65
TRADING PROFIT		**15,762**	**(3,489)**	**(1,389)**	**10,884**	**66,618**	**77,502**	35,517

* The results of the discontinued operations include those of Goodwin Steel Castings Limited, Goodwin International Limited, Noreva GmbH, Easat Group and the Pump Division.

** This consolidated statement of profit and loss is non GAAP and the headings from Revenue down to Trading Profits are the combined results of the continuing operations and discontinued operations, which can be seen in more detail on page 129.

The Board committed to pursuing a potential disposal of a substantial part of the Mechanical Engineering Division that includes Goodwin Steel Castings Limited, Goodwin International Limited, Noreva GmbH, Easat Group and Pumps. As such, these accounts have been prepared to reflect the potential sale by reporting Continuing and Discontinued Operations.

This statement of profit and loss does not comply with the IFRS requirements for disclosure, but it has been included to provide shareholders with a clear view of the impact of the potential sale. The IFRS profit and loss statement is on page 54. Details of the performance measures are included on page 121.

The full financial statements and accompanying notes are on pages 54 to 120.

OBJECTIVES, STRATEGY AND BUSINESS MODEL

The Group's main **OBJECTIVE** and **PURPOSE** is to have a sustainable long-term engineering based business with good potential for profitable growth while providing a fair return to our shareholders.

The Board's **VALUES** of engineering excellence, quality, efficiency, reliability, competitive price and delivery contribute to the delivery of its strategy.

The Board's **STRATEGY** to achieve this is:

- to supply a range of technically advanced products to growth markets in the Mechanical, Refractory and Technological Divisions in which we have built up a global reputation for engineering excellence, quality, efficiency, reliability, competitive price and delivery;
- to manufacture advanced technical products profitably, efficiently and economically;
- to maintain an ongoing programme of investment in plant, facilities, sales and marketing, research and development with a view to increasing efficiency, reducing costs, increasing performance, delivering better products for our customers, expanding our global customer base and keeping us at the forefront of technology within our markets, whilst at all times taking appropriate steps to ensure the health and safety of our employees and customers;
- to control our working capital and investment programme to ensure a safe level of gearing;
- to maintain a strong capital base to retain investor, customer, creditor and market confidence and so help sustain future development of the business;
- to support a local presence and a local workforce in order to stay close to our customers;
- to invest in training and development of skills for the Group's future;
- engineering activity and investment into the reduction of CO_2 emissions where it is commercially viable taking into account the long-term effects of CBAM (Carbon Border Adjustment Mechanism);
- to manage the environmental and social impacts of our business to support its long-term sustainability.

BUSINESS MODEL

The Group's focus is on manufacturing within two sectors, Mechanical Engineering and Refractory Engineering, and technological advancement in a third sector, and through this division of our manufacturing activities, our overseas business facilities and our global sales and marketing activities, the Group benefits from market diversity. Further details of our business and products are shown on our website www.goodwin.co.uk

The Board of Directors commenced a strategic review of the Mechanical Engineering Division during the year, to consider a range of potential options to maximise value for shareholders, whilst ensuring continuity for all stakeholders, including customers and the long-term prosperity of its businesses. These options include the potential sale of the Mechanical Engineering Division, which includes Goodwin Steel Castings Limited, Goodwin International Limited, Noreva GmbH, Easat Group and the Pump Division.

After reviewing the options available, the Board of Directors decided that the preferred course of action was to progress with a disposal of the Mechanical Engineering Division. Rothschild and Co were appointed as the Group's financial adviser to manage that process, engage with interested parties and invite indicative and, subsequently, binding offers for the businesses identified for disposal.

The Board of Directors has considered the provisions of IFRS 5 and consider that they have met the requirements for the Financial Statements to be prepared as required by the standard for Discontinued Operations and Assets Held for Sale.

The scope of the proposed disposal was determined following consideration of the level of interest expressed by external parties, together with an assessment of the strategic fit of the businesses and the value that could be realised for shareholders. Following the assessment, detailed financial, commercial and operational information was prepared to support the disposal process and enable the businesses identified for disposal to be separated from those intended to remain within Group, and for interested parties to undertake their evaluation of those businesses.

OBJECTIVES, STRATEGY AND BUSINESS MODEL *(continued)*

Mechanical Division (held for sale)

The Mechanical Division specialises in supplying precision engineered solutions and industrial goods into critical applications, generally on a project basis, more often than not involving the complementary skill set of other group companies to deliver the requirement. The projects normally involve international procurement, high integrity castings, forgings or wrought high-alloy steels, carbon fibre composite structures, precision CNC machining, complex welding and fabrication, and other operations as are required. In addition to specialist projects, the Group manufactures and sells a wide range of dual plate check valves, axial nozzle check valves and axial piston control and isolation valves. These solutions and products typically form part of large construction projects, including the construction of naval propulsion and hull components, nuclear waste storage components, liquefied natural gas (LNG), oil and gas, petrochemical, mining, and water markets.

We generate value by creating leading edge technology designs and manufacturing processes, globally sourcing the best quality raw material at good prices, manufacturing in highly efficient facilities using up to date technology to provide reliable high-performance products to the required specification, at competitive prices and with timely deliveries.

The Group through its foundry, Goodwin Steel Castings Limited, has the capability to pour high performance alloy castings up to 35 tonnes net in weight, radiograph and to finish CNC machine and fabricate them at the foundry's sister company, Goodwin International Limited. This capability is targeting the naval defence industry and nuclear decommissioning, the oil and gas industry, as well as large, global projects requiring high integrity machined castings.

Goodwin International Limited, the largest company in the Mechanical Engineering Division, not only designs and manufactures dual plate check valves, axial nozzle check valves and axial piston control and isolation valves but also undertakes specialised CNC machining and fabrication work for nuclear decommissioning projects. Goodwin International Limited also has a division that is focused on manufacturing / machining high precision, high integrity components for naval marine vessels. Noreva GmbH also designs, manufactures and sells axial nozzle check valves. Both Goodwin International Limited and Noreva GmbH purchase the majority of their sand mould castings from Goodwin Steel Castings Limited for their ranges of check valves and this vertical integration gives rise to competitive benefits, increased efficiencies and timely deliveries.

At Goodwin Pumps India Private Limited we manufacture a superior range of submersible slurry pumps for end users in India, Brazil, Australia, Canada, Peru and Africa. Easat Radar Systems Limited and its subsidiary, Easat Finland Oy, design and build bespoke high-performance radar surveillance systems for the global market of major defence contractors, civil aviation authorities and coastal border security agencies. We create value on these by innovative design, assembly and testing in our own facilities using bought in or engineered in-house components.

Continuing operations

The Continuing Operations of the Group are the Refractory and Technological Divisions, Goodwin Refractory Services Limited (GRS) generates value primarily from designing, manufacturing and selling investment casting powders, injection moulding rubbers and waxes to the jewellery casting industry. GRS also manufactures and sells these products to the tyre mould and aerospace industries. The Refractory Engineering Division has, other than its UK facility, four investment powder manufacturing and sales companies located in China, India and Thailand which sell the casting powders, waxes and moulding rubbers directly and through distributors to the jewellery casting industry and also directly to tyre mould and aerospace industries.

These companies are vertically integrated with another of our UK companies, Hoben International Limited (Hoben), which manufactures cristobalite, which it sells to the five casting powder manufacturing companies as well as producing ground silica that also goes into casting powders and other UK uses of silica. Hoben also manufactures different grades of perlite, and a patented range of biodegradable bags, known as Soluform, for use inside traditional hessian / jute bags for the placement of concrete and other materials in or around rivers. Within its Sandersfire division Hoben also manufactures a unique and comprehensive range of high-quality fire-stopping mortars distributed under the "Firecrete" brand name.

Dupré Minerals Limited (Dupré), a refractory company, focuses on producing exfoliated vermiculite that is used in insulation, brake linings and fire protection products, including technical textiles

OBJECTIVES, STRATEGY AND BUSINESS MODEL *(continued)*

that can withstand exposure to high temperatures. Dupré also sells consumable refractories to the shell moulding precision casting industry. AVD Fire Limited (AVD) utilises an in-house designed and patented product that is used in a range of fire extinguishers and an extinguishing agent for lithium-ion battery fires that utilises a vermiculite dispersion as the fire extinguishing agent. AVD also sells a range of blankets that are used to extinguish and contain lithium-ion battery fires.

Duvelco, whose results have now been included in the Technological Division, is a specialist polyimide manufacturer, that will manufacture and sell polyimide resins into an established market. The resin can then be moulded into parts and shapes for the high temperature and critical applications, for which very few polymers can be used. Internet Central, an internet service provider, is also included in the Technological Division.

BUSINESS DIVERSITY AND PERFORMANCE

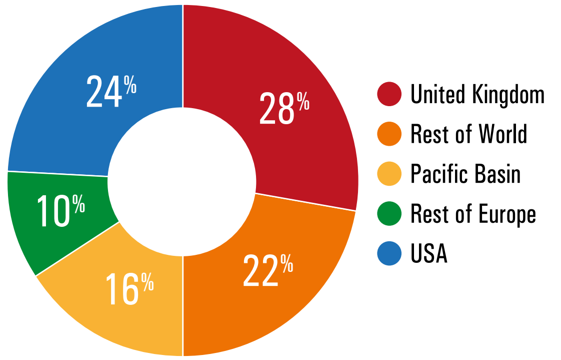
Market sector / Geographical Split

The Group continues to have a diversified offering, selling a vast range of different product types to a wide variety of different industries and, in the year just finished, it has shipped product to over 100 countries. Due to the increase in US Navy defence contracts being won, the Group's exports to the United States have increased by 92% to £68 million. Nevertheless, the Group's activity is well spread geographically, as no specific region represents more than 30%, with exports to the United States being only 24% of our turnover.

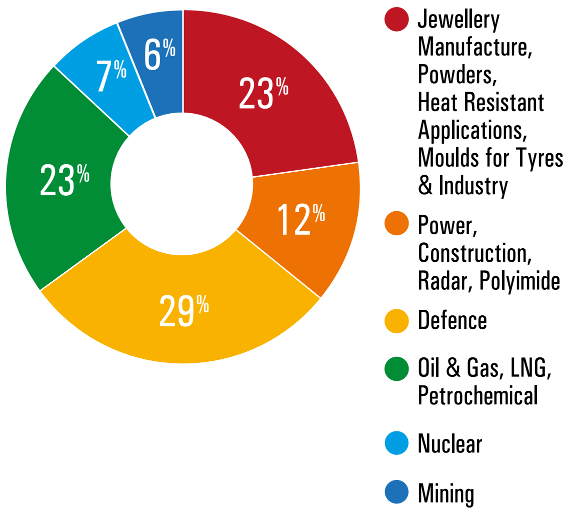
KPI

A key performance indicator reflecting each of the subsidiaries' ongoing progress includes the continued improvement in productivity, as demonstrated by the average revenue per employee increasing by 23% to £216,332 per employee. In addition, return on capital employed, has risen from 24% to 49% during the year. The Board remains committed to driving further improvements in this important measure of capital efficiency over the years ahead.

External Revenue: Geographical Segmental Analysis



External Revenue: End-User Market Sector



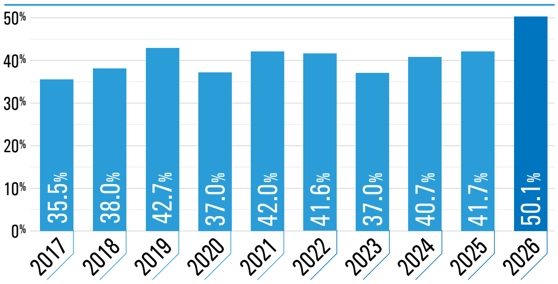
OBJECTIVES, STRATEGY AND BUSINESS MODEL *(continued)*

KEY PERFORMANCE INDICATORS

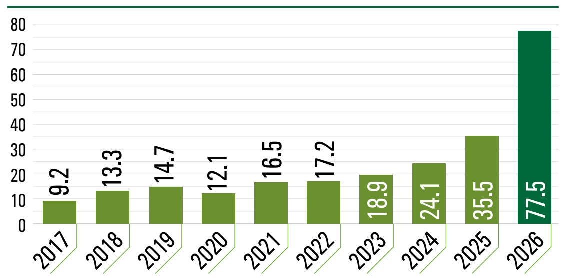
The key performance indicators for the business are listed below:

	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026
Gross profit as a % of turnover	35.5	38.0	42.7	37.0	42.0	41.6	37.0	40.7	41.7	50.1
Trading profit (£ millions)	9.2	13.3	14.7	12.1	16.5	17.2	18.9	24.1	35.5	77.5
Gearing % (excluding deferred consideration)	31%	11%	20%	18%	15%	26%	26%	35%	10%	22%
Sales per employee per year (£'000)	114	120	117	121	116	130	162	156	175	216
Dividends proposed (in £ millions)	3.0	6.0	6.9	6.0	7.9	8.3	8.6	10.0	21	25
Emissions Intensity (CO2e / £1m Revenue	108	146	149	129	130	107	71	71	60	54

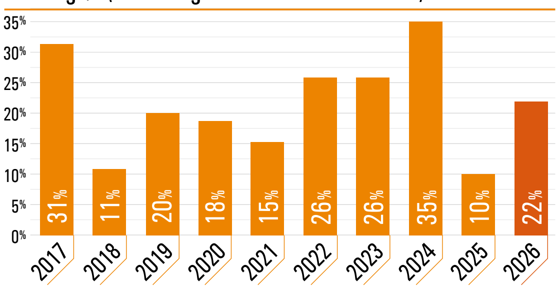
Gross Profit as a % of Turnover



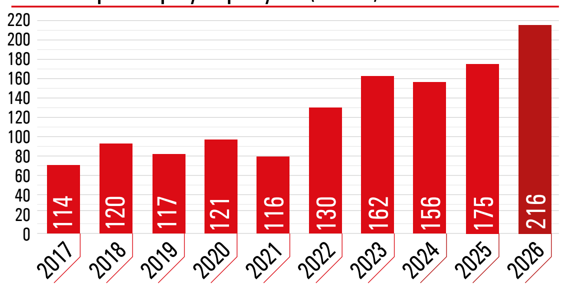
Trading profit (£ million)



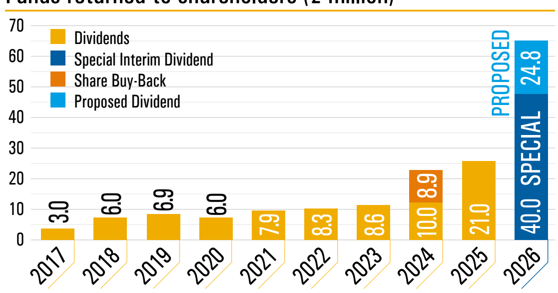
Gearing % (excluding deferred consideration)



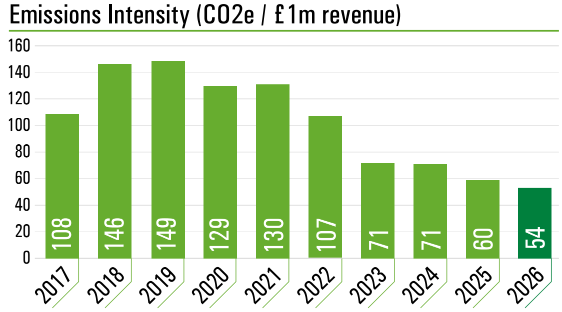
Revenue per employee per year (£'000)



Funds returned to shareholders (£ million)



Emissions Intensity (CO2e / £1m revenue)



The alternative performance measures referred to above are defined on page 121, and are calculated for the total Group.

The alternative performance measures are important to management and the readers of the Annual Report in assessing the Group's performance and benchmarking it within its respective industries.

OBJECTIVES, STRATEGY AND BUSINESS MODEL *(continued)*

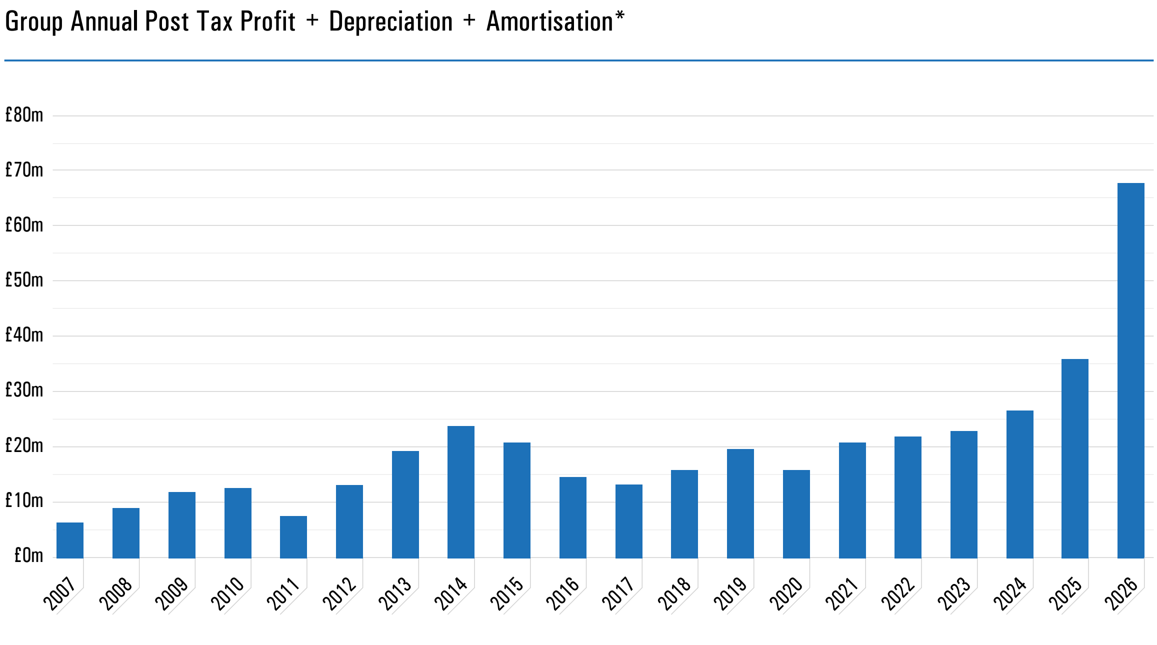
DIVIDEND AND CAPITAL EXPENDITURE POLICY

Subject to shareholder approval of the proposed dividend at the forthcoming Annual General Meeting on 7th October, 2026, a final dividend of 330 pence per share, (2025: 280p, together with the special interim dividend of 532 pence per share paid in November 2025, total distributions in respect of the prior year amounted to 812 pence per share). Payment of the proposed dividend will not be split between October and the subsequent April, as has been the case for the past few years, and will be paid in full on 9th October, 2026 to shareholders on the register on 18th September, 2026.

Subject to the continued performance of the business and the outcome of the ongoing strategic review of the Mechanical Engineering Division and disposal thereof, if a disposal does not complete, the Board intends to consider declaring an interim dividend payable in April 2027. This would be with the objective of bringing the total distributions for the year broadly into line with the Group's previous policy of distributing 58% of post-tax profits plus depreciation and amortisation. If a disposal does complete the Board anticipates a substantial proportion of the cash proceeds will be paid out to shareholders.

Having reinvested over £200 million during the past two decades into highly efficient, technologically advanced manufacturing plant, equipment, subsidiary growth, and capitalised our intellectual property designs and processes as intangibles, the Group now benefits from having the required facilities and operational capacity to support ongoing profitability with only modest levels of future capital expenditure.

Importantly the dividend payment will not compromise the Group's longstanding proactive approach to equipment maintenance, facility investment and acquisitions. Management teams will continue to be encouraged to allocate resources and time towards identifying and developing new growth opportunities and product lines. However, at the present time, the major capital projects visible on the horizon are expected to be fully customer-funded, further supporting the Board's confidence that the revised Dividend Policy remains viable and sustainable for the foreseeable future.



*Further details are included in the Alternative Performance Measures on page 121.

PRINCIPAL RISKS AND UNCERTAINTIES

The Group's operations expose it to a variety of risks and uncertainties. The Directors confirm that they continue to carry out a robust assessment of the principal risks the Company faces, including those that would threaten its business model, future performance, solvency or liquidity.

Market risk: The Group provides a range of products and services, and there is a risk that the demand for these products and services vary from time to time because of competitor action or economic cycles or international trade friction or wars. As shown in note 4 to the financial statements, the Group operates across a range of geographical regions, and its turnover is split across the UK, Europe, USA, the Pacific Basin and the Rest of the World.

Operating in many territories helps spread market risk. Similarly, the Group operates in Mechanical Engineering, Refractory and Technological sectors, mitigating the impact of a downturn in any one product area as has been seen in recent financial years.

The potential risk of the loss of any key customer is limited as no single customer accounts for more than 10% of annual turnover.

As described in the Business Model, the Group generates significant sales from naval propulsion marine applications and ship hull components, as well as from valves it supplies to LNG, oil, chemical and water markets. The Mechanical Engineering Division also sells submersible pumps that are supplied to the mining industries and radar systems that are used for coastal surveillance and air traffic control applications. The Refractory Engineering Division sells vermiculite and perlite to the insulating and fire prevention industry and our investment casting powder companies indirectly sell to the jewellery consumer market through the supply of investment casting moulding powders, waxes, silicone and natural rubber. The Technological Division specialises in polyimide manufacturing, that will sell polyimide resins into an established market. The resin can then be moulded into parts and shapes for the high temperature and critical applications for which very few polymers can be used. Internet Central provides internet services.

Technical risk: The Group develops and launches new products as part of its strategy to enhance the long-term value of the Group. Such development projects carry business risks, including reputational risk, abortive expenditure and potential customer claims which may have a material impact on the Group. The potential risk here is seen as manageable given the Group is developing products in areas in which it is knowledgeable, has extensive skill and expertise and new products go through rigorous, extensive testing prior to their release into the market. The risk of product obsolescence is countered by continuous research and development investment into new products.

Product failure / Contractual risk: The risks that the Group supplies products that fail or are not manufactured to specification are risks that all manufacturing companies are exposed to but we try to minimise these risks through the use of highly skilled personnel operating within robust quality control system environments, using third party accreditations where appropriate. With regard to the risk of failure in relation to new products coming on line, the additional risks here are minimised at the research and development stage, where prototype testing and the deployment of a robust closed loop product performance quality control system provides feedback to the design department for the products we manufacture and sell. The risk of not meeting safety expectations, or causing significant adverse impacts to customers or the environment, is countered by the combination of the controls mentioned within this section and the purchase of product liability insurance.

Supply chain and equipment risk: Failure of a major supplier or an essential item of equipment presents a constant risk of disruption to the manufacturing in progress, especially during times of high inflation or increased shipping times and costs. Where reasonably possible, management mitigates and controls the risk with the use of dual sourcing, continual maintenance programmes, and by carrying adequate levels of stocks and spares to reduce any disruption.

Health and safety: The Group's operations involve the typical health and safety hazards inherent in manufacturing and business operations. The Group is subject to numerous laws and regulations relating to health and safety around the world. Hazards are managed by carrying out risk assessments and introducing appropriate controls, as well as attending safety training courses.

Acquisitions: The Group's growth plan over recent years has included a number of acquisitions. There is the risk that these, or future acquisitions, fail to provide the planned value. This risk is mitigated through thorough and robust financial and technical due diligence during the acquisition process and the Group's inherent knowledge of the markets they operate in.

Financial risk: The principal financial risks faced by the Group are changes in market prices (interest rates, foreign exchange rates and commodity prices). As reported, the Company, on 2nd July, 2021 signed a contract to mitigate the impact of interest rate risk by taking out an interest rate swap derivative fixing £30 million of notional debt at less than 1% versus the variable SONIA rate for a period of ten years, commencing 1st September, 2021. Detailed information on the financial risk management objectives and policies is set out in note 28 to the financial statements. The Group has in place risk management policies that seek to limit the adverse effects on the financial performance of the Group by using various instruments and techniques, including credit insurance, stage payments, forward foreign exchange contracts, secured and unsecured credit lines. Prior to the expiry date of the Revolving Credit

PRINCIPAL RISKS AND UNCERTAINTIES *(continued)*

Facilities, the Board reviews the current and future requirements of the Group and arranges suitable replacement facilities prior to the current facility expiring. Post year-end, the Group has renewed one of its Revolving Credit Facilities, that was due to expire, for a four year term.

Regulatory compliance: The Group's operations are subject to a wide range of laws and regulations. Both within Goodwin PLC and its subsidiaries, the Directors and Senior Managers within the companies make best endeavours to ensure we comply with the relevant laws and regulations. The Group ensures that high ethical standards and values are adopted, specifically with regards to sanctions, anti-corruption, anti-bribery and human rights. During the year, the Group has carried out training and continued to refine and update its internal policies to reflect the associated risks.

IT security: The Group performs regular and remote off-site backups of its IT systems, from time to time engaging external companies to test and report any weaknesses and deficiencies found to enable solutions to be put in place to mitigate and minimise the risk of an IT security breach.

Energy and Climate Change: The Group is actively developing and implementing its carbon neutral plan, which helps mitigate the risk of the Group being exposed to the long-term effects of global warming and more specifically the upcoming Carbon Border Adjustment Mechanism (CBAM) taxes that will likely ramp up over the next ten years, in addition to significant increases in the cost of power that are a result of the fragile global energy system. The Group's methods of mitigation include fixed price energy contracts, incorporating price escalation clauses into the longer term contracts and ultimately reducing the need to purchase energy from the national grid by installing renewable solutions like low cost solar panels. To date, the Group has installed 6.7 MW of solar panels worldwide and planning has been obtained to install a further 4.3 MW of solar panels. Additional information on the Group's climate related risks and opportunities can be found within the Environmental section, on page 19.

CORPORATE SOCIAL RESPONSIBILITY

The Board as a whole is responsible for decisions relating to the long-term success of the Company and the way in which their duties have been discharged during the year in terms of the strategic, operational and risk management decisions and these can be found within the Strategic Report on pages 9 to 15.

As set out below and in line with Section 172 of the Companies Act 2006, through engagement the interests and views of the Group's employees and other stakeholders are considered by the Board within its decision-making process as well as the impact they have on the environment, our reputation and the surrounding communities. Unless otherwise stated, the principal decisions made in the year, impacting its stakeholders, were the routine decisions that are made on a year-on-year basis as part of running the business, such as setting the base increase in salaries and increasing the Group's charitable donations to support the local community in the local Stoke-on-Trent area. During the year, the Board approved a number of initiatives that reinforce the Group's long-standing commitment to its employees and the communities in which it operates. These included reaching agreement with Stoke-on-Trent City Council to relocate the iconic Steel Man sculpture to Goodwin Steel Castings, where it was originally manufactured fifty five years ago, preserving an important part of both the Company's and the city's engineering heritage. The Board also reaffirmed its commitment to developing future engineering talent through continued investment in the Goodwin Engineering Training Centre, with the fourteenth cohort of apprentices due to commence training during the coming year, supporting skilled local employment and helping to secure the long-term future of UK manufacturing.

Non-Financial and Sustainability Information Statement

As per the latest disclosure requirement, under the Companies Regulations 2022, disclosures on Climate related financial information, Company's employees, community issues, social matters, human rights and anti-corruption and bribery can be found on pages 16 to 25 of the Annual Report.

The Company has implemented a range of policies addressing employee wellbeing, diversity, community engagement, human rights, and anti-corruption, which have led to improved staff retention, stronger community ties, and no reported material breaches or compliance failures during the year. Principal risks in these areas include talent retention challenges, supply chain ethical risks, potential human rights issues in high-risk regions, and exposure to anti-corruption violations. These matters are regularly reviewed through our risk management framework under Board oversight.

Employees

Health and Safety: The Group acknowledges that many of its manufacturing processes and some materials that it handles and sells are hazardous and that providing a safe environment for people at all of our facilities is an unconditional priority for all of those charged with governance, in addition to each member of the workforce. In the year, as operations change, the Group has managed the continually evolving risks that are inherent in manufacturing businesses by ensuring risk assessments are carried out by all departments as soon as an operational change is envisaged. Such assessments enable the introduction of the appropriate controls to help ensure that the workforce is protected from foreseeable hazards. Furthermore, awareness and training to continually reduce risk and improve safety is a mind-set that is reinforced on a daily basis through the Group's global "Safety Spectrum" programme.

Employee consultation: The Group takes seriously its responsibilities to employees and, as a policy, communicates with employees systematically with information on matters of concern to them. It is also the policy of the Group to consult where appropriate, on an annual basis, with employees or their representatives so that their views may be taken into account in making decisions likely to affect their interests. The Board considers the most effective form of engagement and involvement of its employees for its size and complexity is by way of informal daily discussions between the employees, the Senior Management and Board members who walk the floor, and the Company encourages its employees through its salary and bonus arrangements. Engagement in the year is further supported through workforce representative meetings, local working groups, team meetings, training, and an honest and open culture.

Employment of disabled persons: The policy of the Group is to offer the same opportunity, including training, development and promotion, to disabled people, and those who become disabled, as to all others in respect of recruitment and career advancement, provided their disability does not prevent them from carrying out the duties required of them in accordance with the requirements of the Equality Act 2010.

Diversity Policy: The Group is committed to promoting diversity of gender, social and ethnic backgrounds and personal strengths, in addition to ensuring that everyone has the same opportunities for employment and promotion based on ability, qualifications and suitability for the work in question. The Group invests in training and development of skills for the Group's future and has a long-term aim that the composition of our workforce should reflect that of the community it serves. The Group continues to strive to improve the balance of diversity by reviewing gender reporting and promoting diversity through training and development, recruitment, our business culture and the Board's Strategy. Whilst the two independent director roles are held by Mrs. J. E. Kelly and Ms. C. A. McNamara, following the assessment that was carried out on 30th April, 2026, the Board does not comply fully with the "comply or explain" listing disclosure requirements that have come into effect, which require 40% of the Board to be female and for at least one Board member to be from an ethnic minority background. Whilst we fully acknowledge the necessity and benefits of a diversified leadership, we are unable to currently meet these specific targets due to the Board consisting of primarily executive Directors because of its size and complexity, as set out on page 26. This coupled with the fact that the appointments of the Board are made with the utmost consideration for the individual's qualifications, experience, and ability to contribute to the strategic direction of the Company, we have found ourselves at present, based on these criteria, unable to make the necessary adjustments without compromising the integrity and efficiency of our Board. Nonetheless, we are continually examining ways of meeting these requirements over the long term by continuing to promote diversity at all levels of the Company, whilst also maintaining the Board's dynamism and the required level of experience, ability and qualifications.

CORPORATE SOCIAL RESPONSIBILITY *(continued)*

Diversity Policy: *(continued)*

The Audit Committee comprises Mrs. J.E. Kelly, Ms. C.A.McNamara and the Group Chairman, thereby putting the Group in line with Audit Committee composition requirements, as set out within The UK Listing Rules.

The following tables set out the breakdown of our average number of employees and Board members by gender and age:

Breakdown by gender

Year ended 30th April, 2026	Main Board and Company Secretary	Senior Management	Employees	Total
Number of female employees	3	18	197	218
Number of male employees	7	74	997	1,078
Total number of employees	**10**	**92**	**1,194**	**1,296**
% of female employees	30%	20%	16%	17%
% of male employees	70%	80%	84%	83%

Breakdown by age

Year ended 30th April, 2026	Main Board and Company Secretary	Senior Management	Employees	Total
Number of employees aged 16-21	-	-	100	100
Number of employees aged 22-40	2	21	559	582
Number of employees aged 41-65	6	64	517	587
Number of employees aged over 65	2	7	18	27
Total employees	**10**	**92**	**1,194**	**1,296**
% aged 16-21	-%	-%	8%	8%
% aged 22-40	20%	23%	47%	45%
% aged 41-65	60%	69%	43%	45%
% aged over 65	20%	8%	2%	2%

Breakdown by ethnic background

Year ended 30th April, 2026	Main Board and Company Secretary		Senior Management	
	Number	%	Number	%
White British or other White (including minority-white groups)	10	100	72	78
Mixed / multiple ethnic groups	0	0	0	0
Asian /Asian British	0	0	20	22
Black/ African / Caribbean / Black British	0	0	0	0
Other ethnic group	0	0	0	0
Not specified/ prefer not to say	0	0	0	0

CORPORATE SOCIAL RESPONSIBILITY *(continued)*

Suppliers, Customers and Regulatory Authorities

The Board considers market trends regularly and reviews their likely long-term implications. Our business relationships and procedures are developed over time and are regularly reviewed to ensure as a Group we conduct business responsibly and sustainably. The Board, through its legal and compliance teams, continually monitors changes in legislation and is committed to complying with all legal and regulatory requirements. Additionally, it acquires a first-hand understanding of its business relationships and compliance through regular dialogue and site visits where appropriate. Engagement is ensured from the initial tender processes to embedded sales and engineering project meetings and reinforced by an open-door culture, whilst actively seeking feedback.

The seven Executive Directors of the Board are actively involved with the day to day business and management of the subsidiaries thereby allowing a good understanding of key members of the supply chain and also ensuring a fair purchase culture.

Maintaining High Standards of Business Conduct

Ethics and Sustainability: We are committed to conducting business responsibly and ethically. We endeavour to ensure that our staff, suppliers and business partners adopt the same or similar high ethical standards and values. This applies, but is not limited to human rights, modern slavery, anti-bribery and corruption and compliance with all applicable sanctions regimes. These principles are supported by an anonymous whistle-blowing system, which is routinely reviewed and independently investigated if required.

Shareholders: Shareholder engagement occurs through the Annual Report, regulatory disclosures, our website, site visits and the Annual General Meeting, coupled by supplementary RNS announcements made during the course of the year. Throughout the year, the Chairman, on behalf of the Group, maintains an active dialogue with its shareholders, in order to understand their views on governance and performance against the strategy, as well as providing its investors, including institutional investors, an opportunity to ask questions, discuss the performance of the Group and make suggestions. Further engagement is obtained through shareholder site visits, which are hosted directly by the Chairman and the other members of the main Board. The Board aims to accommodate such requests as and when they are appropriate to do so. The Group's Directors and Non-Executive Directors are also available before and after the Annual General Meeting to discuss any matters shareholders might wish to raise. Such regular first-hand engagement with shareholders enables the Chairman to provide the Board with updates so the views of shareholders are taken into consideration.

The Company has one class of ordinary shares, which have the same rights as regards voting, distributions and on liquidation. Management are also significant shareholders in the Company, holding approximately 53.1% *(2025: 54.3%)* of the register. In accordance with LR6.5, there is a controlling shareholder agreement in place.

Executive Directors M. S. Goodwin, S. R. Goodwin, B. R. E. Goodwin and T. J. W. Goodwin are party to the controlling shareholders agreement, as well as former Executive Directors' (J. W. Goodwin and R. S. Goodwin) who were Audit Committee members up to 30th April, 2025. On this basis the Board feels that the Executive Director's vision is fully aligned with shareholders.

Communities: During the year the Group has continued to communicate to all employees our culture of responsibility and support for local communities where possible. The Board encourages its sites to support their local communities through charitable activities and initiatives to support the local area within which they operate. Engagement occurs through dialogue with the local councils and charities.

Donations: The Group made no political donations during the year *(2025: £nil)*. Donations by the Group for charitable purposes amounted to £166,000 *(2025: £170,000)*. The majority of these were made to local communities within the Group's operating environments.

CORPORATE SOCIAL RESPONSIBILITY *(continued)*

Environment – Task Force on Climate-related Financial Disclosures (TCFD)

The following report includes the climate-related financial disclosures prepared with consideration of the eleven TCFD recommendations. Climate change continues to represent a significant strategic consideration for the Group. Over recent years, the Group has made substantial progress in reducing its carbon emissions through investment in engineering improvements, renewable energy generation and more efficient manufacturing processes. As a matter of policy, the Board has decided to move away from adopting a fixed long-term carbon neutrality target and instead remain focused on delivering practical, commercially viable initiatives that continue to reduce the Group's carbon emissions wherever possible. During the coming year, the Board intends to review and present its long-term environmental strategy for the continuing Group, centred on maintaining a business with sustainably low carbon emissions while supporting long-term shareholder value.

As an engineering Group, incorporating a heavy goods steel foundry and high temperature refractory processing operations, energy consumption remains an integral part of manufacturing many of the complex products produced by the Group. Over recent years the Group has continued to invest in reducing its carbon footprint through engineering improvements, renewable energy generation, carbon offsetting initiatives and the development of alternative technologies.

Post year end, the Board of Directors announced that it had commenced a strategic review during the year to consider a range of potential options to maximise value for shareholders, whilst ensuring continuity for all stakeholders, including customers and the long-term prosperity of its business. These options include the sale of the Mechanical Engineering Division. Whilst completion remains subject to the relevant regulatory appraisals, the majority of the Group's current operational carbon emissions continue to arise from those businesses. Accordingly, the Board has continued to focus on reducing emissions across those operations whilst also progressing initiatives that will remain within the continuing Goodwin PLC Group, including the long-term woodland afforestation project, renewable energy generation and improvements to manufacturing efficiency.

The initiative consists of five mechanisms to achieve our carbon neutral target:

Initiative Mechanism	Description	Achievements to date	Future Plans
Reduce Consumption (Scope 1 & 2 emissions)	Taking engineering steps to reduce our consumption of gas and electricity in our companies by investing in more efficient plant and / or changing our working practices.	The Group has continued to implement engineering improvements designed to reduce energy consumption across its manufacturing operations. During the year further investment was made in energy efficient equipment, including the installation of new high efficiency compressors at Goodwin Steel Castings, Dupré Minerals and Goodwin Refractory Services, together with the continued replacement of conventional lighting with LED systems and ongoing investment in higher efficiency motors and plant where economically justified. Waste segregation has also been enhanced across all UK sites following changes in waste legislation. These initiatives build upon the significant reductions already achieved through automated lighting controls, process modifications, inverter installations and manufacturing improvements, which have delivered a sustained reduction in electricity consumption over recent years.	The Group will continue to review manufacturing processes, replace ageing equipment with more energy efficient alternatives where commercially appropriate and pursue further reductions in electricity and gas consumption through continuous operational improvement.
Renewables	Utilisation of self-generated power through the use of solar panels and wind turbines.	To date, the Group has installed 6.7 MW of solar panels across its operations, resulting in a nearly 30% reduction in electricity purchased from the grid compared to pre-installation levels. Planning permission has also been secured for an additional 4.3 MW solar installation at the Brassington site.	Planning continues in respect of the additional 4.3 MW solar installation, subject to the required National Grid infrastructure improvements. During the year planning also progressed for the proposed Hoben International solar installation, which remains under evaluation as part of the Group's wider renewable energy strategy.

CORPORATE SOCIAL RESPONSIBILITY *(continued)*

Environment – Task Force on Climate-related Financial Disclosures (TCFD) : *(continued)*

Initiative Mechanism	Description	Achievements to date	Future Plans
Hydrogen	Finding and investing in a hydrogen generation power plant solution that can replace the natural gas utilised in our more energy intensive processing activities.	Following extensive research with the use of a wind and solar powered electrolysis machine, hydrogen was identified as a carbon free alternative for our continuous gas burning process. A bespoke first in class solution was designed but following two unsuccessful grant applications the project is on hold due to it not being commercially viable without the support of Government.	Continue to seek alternatives to operating a 1580 degree Celsius process without the use of natural gas and / or obtain Government support for a green hydrogen plant.
Offsetting	Investing in land suitable for planting trees to offset the CO_2 that is generated from activities that cannot be removed by the above three mechanisms.	Recognising that the Group cannot fully eliminate its carbon footprint through operational reductions alone, a 1,180-acre site in Wales has been acquired, with planning permission secured to plant over 500,000 trees. This afforestation project is expected to generate approximately 120,000 tonnes of CO_2 offset credits over the next fifty-five years. A contract has now been signed with a specialist contractor to deliver the planting over two phases, with the first phase scheduled to begin in October 2025. The Group has also secured grant funding to cover the majority of costs associated with phase one of the scheme.	The Group has now secured the grant funding to support the second phase of planting in which preparatory works are presently underway in advance of the forthcoming planting season. The planting scheme in its entirety is expected to be executed by the close of March 2027. In parallel, we continue to monitor developments in the carbon pricing market, including the evolving UK carbon tax regime and Carbon Border Adjustment Mechanism (CBAM) requirements, to support the strategic value and compliance role of our offsetting initiatives.
3rd Party Emissions (Scope 3 emissions)	Take strategic steps to reduce Scope 3 emissions that are produced not by the Company itself but by those indirectly responsible within its value chain.	During the year the Group continued working with Axiom to improve the understanding and reporting of Scope 3 emissions. This includes completion of the Group's first upstream spend-based Scope 3 assessment covering the principal upstream categories for the UK operations, together with detailed product carbon footprint analysis for selected Soluform products and comparison against competing alternatives.	During the next reporting period the Group intends to improve both the quality and consistency of Scope 3 reporting through: • enhanced reporting templates across all UK operations; • improved supplier engagement to obtain primary emissions data from major suppliers; • further automation of data submission processes; • packaging recyclability assessments across the Refractory businesses; and • continued development of downstream Scope 3 reporting for Categories 9 to 12. These initiatives are expected to improve the overall accuracy and usefulness of the Group's Scope 3 emissions reporting.

CORPORATE SOCIAL RESPONSIBILITY *(continued)*

Environment – Task Force on Climate-related Financial Disclosures (TCFD) *(continued)*

During the year, the Group's Scope 1 and Scope 2 emissions increased by approximately 15%, reflecting the significant increase in production at Goodwin Steel Castings, the Group's steel foundry. This increase was expected given the substantially higher manufacturing activity during the year.

Despite this, the Group's Scope 1 and Scope 2 emissions have remained broadly unchanged over the last five years, whilst Group revenue has approximately doubled. This has been achieved through continued investment in energy efficiency, renewable energy generation and process improvements across the Group.

This is reflected in the Group's Carbon Intensity Ratio, the Board's principal environmental KPI, which has improved since April 2019, reducing from 149 tonnes to 54 tonnes of Scope 1 and Scope 2 emissions per £1 million of revenue. This represents the strongest carbon intensity performance achieved by the Group to date and demonstrates the success of the Group's long-term investment in reducing emissions while supporting continued business growth.

The reason why we are only taking a fifty-five year view on the offsetting produced by the woodland project, despite the fact that it will generate credits for one hundred years, is that by 2079 all electricity, used by the Group, will be generated by green methods and all hydro carbon needed for very high temperature processing applications is expected to have been converted to hydrogen, which will be generated using green electricity.

Governance

The Board has overall accountability for the management of all climate-related risks and opportunities, as well as overseeing the implementation and monitoring of the Group's environmental strategy. The Board regularly reviews progress against its environmental objectives and investment programmes as these evolve. Day-to-day climate-related responsibilities are coordinated by senior operational management, supported by functional leads across sustainability, engineering and finance, who report to the Board on implementation progress.

Climate-related risk is addressed as a standalone agenda item and receives regular attention through updates from individuals across the Group with designated climate-related responsibilities. These updates are provided proactively as material matters and opportunities arise and are subsequently shared with the full Board to inform decision-making.

Over the past year, the Board considered several key climate-related matters, including continued investment in renewable energy generation, progress on the Group's woodland afforestation project, energy pricing, the ongoing development of Scope 3 emissions reporting and the proposed disposal of a significant part of the Mechanical Engineering Division. The Board also considered the impact of the proposed disposal on the Group's future emissions profile and noted that the woodland afforestation project will remain in Goodwin PLC following completion of the transaction.

The Group's Audit Committee continues to support the Board by ensuring that climate-related issues are embedded within the Group's wider activities and risk management framework, as well as reviewing and recommending relevant policy proposals for Board approval.

Risk Management

Climate-related risks continue to be monitored by both the Board and the Audit Committee and remain integrated into the Group's wider enterprise risk management framework.

Climate risks continue to be identified through a combination of operational experience, stakeholder engagement, regulatory developments, industry benchmarking and scientific research before being assessed according to their potential operational and financial impact.

The Board's direct involvement with the operating businesses enables climate-related risks and opportunities to be identified and assessed quickly as market conditions evolve.

Following the announcement of the proposed disposal, the Board also reviewed the climate risk profile of both the businesses proposed for disposal and the continuing Goodwin PLC Group. Whilst the majority of the Group's current operational emissions relate to the businesses proposed for disposal, the continuing Group will retain ownership of the woodland afforestation project together with responsibility for delivering the Group's longer-term carbon reduction strategy. Climate-related risks will therefore continue to form an integral part of the Group's strategic planning and risk management activities following completion of the proposed sale.

The Board continues to believe that climate change is unlikely to have a material adverse impact on the long-term viability of the continuing Group, particularly given:

- the continued diversification of the Group's end markets;
- strong cash generation;
- continued investment in renewable energy;
- the ability to recover inflationary energy costs through pricing mechanisms where appropriate;
- ownership of a significant long-term woodland carbon offset asset; and
- the continued development of lower carbon manufacturing processes.

CORPORATE SOCIAL RESPONSIBILITY *(continued)*

Environment – Task Force on Climate-related Financial Disclosures (TCFD) : *(continued)*

Metrics and Targets

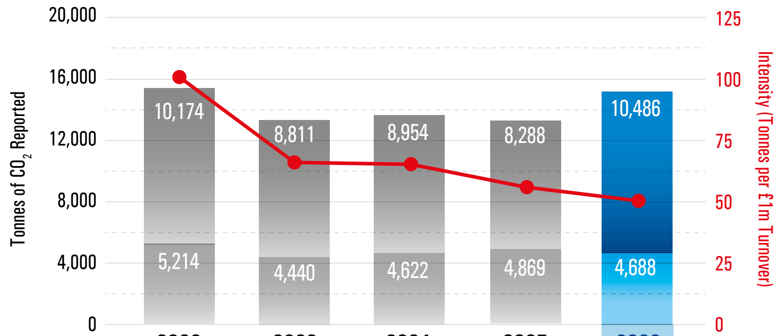
The Board expects reported Scope 1 and Scope 2 emissions for the year ended 30 April, 2026 to increase compared with the prior year principally as a result of higher production activity at Goodwin Steel Castings, subject to the proposed disposal. The increase reflects higher manufacturing output rather than a deterioration in operational efficiency.

The Board continues to consider its carbon intensity ratio (tonnes of CO_2 emitted per £1 million of Group revenue) to be the most meaningful environmental performance indicator, as it appropriately reflects both changes in production volumes and the continuing improvements being achieved through investment in engineering efficiency, renewable energy generation and process optimisation.

Over recent years, the Group has demonstrated that it can substantially reduce the carbon intensity of its operations through targeted investment in engineering improvements, renewable energy generation and operational efficiency. The Board has therefore decided to move away from a fixed long-term carbon neutrality target and instead focus on delivering continued reductions in carbon emissions wherever these can be achieved in a practical and commercially responsible manner. Following completion of the proposed disposal, the Board intends to review the environmental strategy for the continuing Group and will provide an updated framework and objectives in next year's Annual Report.

CORPORATE SOCIAL RESPONSIBILITY *(continued)*

Environment – Task Force on Climate-related Financial Disclosures (TCFD) *(continued)*
Metrics and Targets *(continued)*



	2022	2023	2024	2025	2026
Scope 1	10,174	8,811	8,954	8,288	10,486
Scope 2	5,214	4,440	4,622	4,869	4,688
Intensity (CO2/£1m revenue)	108	72	71	60	54
MWh	67,738	59,285	60,314	55,126	72,740

Scope 1: Direct Emissions

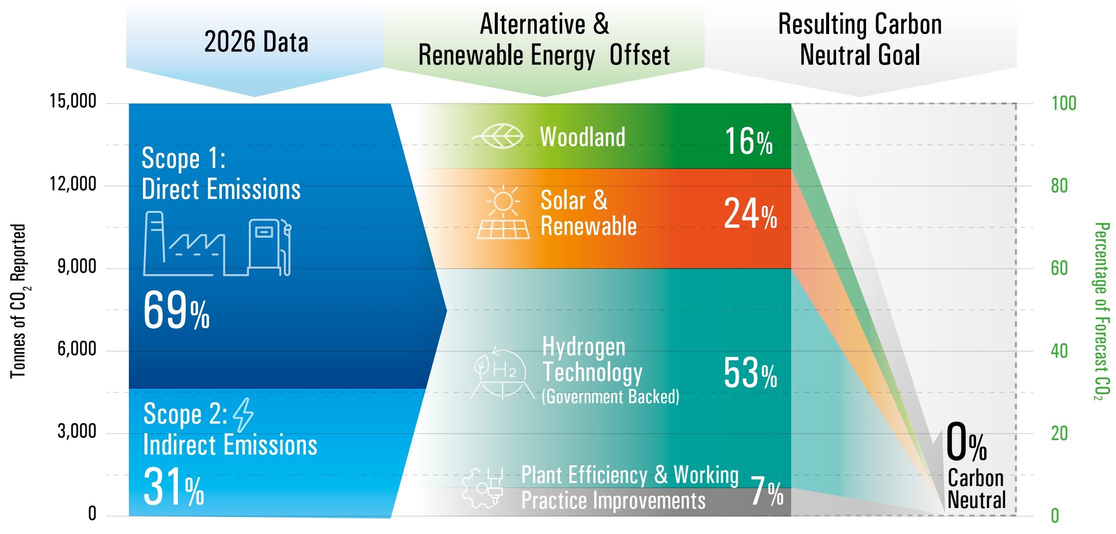
These are emissions that result from company owned machinery, facilities and vehicles

Scope 2: Indirect Emissions

These are emissions associated with the use of generated electricity from offsite sources for activities within the company sites.

Scope 2 emissions have been calculated on a location basis.

86% of the emissions and MWh consumed are related to UK operations for the year ending 30th April 2026



Carbon Neutral target, whilst possible, is heavily dependent on our gas usage and the Government providing support to industry to bridge the cost gap that will enable companies to invest in alternatives such as green hydrogen. Until this occurs, the Group will not be able to reach its carbon neutral target as incurring the full cost that would be involved would be unviable and not possible.

We calculate our GHG emissions using the GHG Protocol Corporate Accounting and Reporting Standard (revised edition).

CORPORATE SOCIAL RESPONSIBILITY *(continued)*

Environment – Task Force on Climate-related Financial Disclosures (TCFD) *(continued)*

Strategy

In accordance with the TCFD recommendations, the Group continues to assess the short, medium and long-term financial implications of climate-related risks and opportunities and incorporates these into its strategic planning, capital allocation and financial reporting processes. During the year the Board also considered the implications of the strategic review to consider a range of potential options to maximise value for shareholders, whilst ensuring continuity for all stakeholders, including customers and the long-term prosperity of its business. These options include the sale of the Mechanical Engineering division. Whilst a substantial proportion of the Group's current operational emissions relate to those businesses, the continuing Goodwin PLC Group will retain ownership of the afforestation project together with responsibility for delivering the Group's wider carbon reduction strategy. Climate-related risks continue to encompass both transition risks, including changing regulation, carbon pricing and evolving customer expectations, and physical risks arising from climate change. The Board continues to believe that investment in energy efficiency, renewable generation, manufacturing innovation and long-term carbon offsetting provides an appropriate strategic response to those risks.

The following table outlines the current short, medium and long-term climate-related risks and opportunities identified by the Group, and how they are incorporated into our strategic planning and financial risk management processes:

TCFD Category		Potential Impact			Financial Magnitude	Business Resilience / Readiness
		Description	Scenario **	Time Frame*		
Policy & Legal	Pricing of GHG emissions	**Risk:** Direct requirement to pay carbon taxes per tonne emitted.	<2°C	Short to Medium	High but reducing with carbon neutral activity	Ongoing - woodland offset programme & reduction activities. Mitigated under these scenarios by the likely support from Gov. of Green Hydrogen technology.
Policy & Legal	Higher environmental standards	**Risk:** Increasing building, operation and transport standards leading increased investment into equipment and higher supply chain and material costs.	<2°C	Short	Medium	Manage
Technology Shifts	Electrification – growth in EV transport	**Opportunity:** Increased sales of AVD for use on lithium ion battery fires.	<2°C	Short to Medium	High	Monitor
Technology Shifts	Substitution of technology	**Opportunity:** Transition high temperature gas powered manufacturing processes onto a green alternative.	<2°C	Medium	Medium	Monitor
End Demand	Transition away from fossil fuels	**Risk:** Reduced gross margin from sales of valves to the oil and gas industry	>2°C	Medium	Low	Manage
End Demand	Increased cost of raw materials	**Risk:** Impact on the availability and pricing of key raw materials due to transitional and physical risks.	<2°C	Medium	Low	Manage
Reputational	Cost of Capital	**Risk:** Access to the financial industry and credit becomes tied to high levels of sustainability performance.	>3°C	Medium	High	Balance and Reduce Initiative
Reputational	Employee Risk	**Risk:** Attracting the highest levels of talent could be difficult due to increasing concerns of working for a carbon neutral company.	>3°C	Long	Low	Balance and Reduce Initiative
Physical	Natural / Extreme Climate Events	**Risk:** Damage to physical assets and loss of revenue	>3°C	Medium	High	Geographical diversification Insurance Business Continuity plans Monitor
			<2°C	Long	Low	
		Opportunity: Increased demand for submersible pumps for disaster relief	>3°C	Medium	Low	
			<2°C	Long	Low	

* Short < 5 years Medium – up to 2035 Long – 2035-2050

CORPORATE SOCIAL RESPONSIBILITY *(continued)*

Environment – Task Force on Climate-related Financial Disclosures (TCFD) *(continued)*

Strategy

**** Scenarios:**

Scenario analysis showed that under a <2°C transition pathway, energy costs could rise by up to 40%, with carbon pricing potentially posing a material risk to gas-intensive operations. In response, the Group has continued to enter into long-term energy price agreements to manage cost volatility and protect profitability, while also benefitting from the significant renewable investments already made to date. Under such a scenario grant funding for Hydrogen projects is likely, which would enable the Group to meet its net zero target. Under a >3°C scenario, rising physical risks have reinforced our focus on operational diversification and continuity planning. Carbon credits from the Group's woodland project are expected to offset potential future costs if carbon pricing is extended to individual emitters.

For assessing the two scenarios and the impact of climate change on our business, we have completed in-house assessments. The inputs included reviews of our product groups and our manufacturing sites. It was carried out by the Board and senior management as well as having input from third party specialists as and when it has been required. The source of the scenarios utilised has been a combination of publicly available ones that have been developed by policy groups, which we have then adapted to be company specific. For further details on the business resilience and the measures being taken to increase the Group's resilience to the identified climate change risks, see page 15. The measures include reducing consumption of power through process modifications, utilisation of renewables and hydrogen, carbon offsetting via a woodland project and working with our value chain.

**** Hot House World (>3°C)**

This scenario reflects a fragmented world with limited international cooperation and weak climate ambition. It assumes minimal progress on emissions reductions, resulting in a trajectory that leads to global temperature rises exceeding 3ºC by the end of the century. Under this scenario, physical climate risks—such as extreme weather events, heat stress, and sea level rise—intensify significantly. The Group uses this scenario to stress test the resilience of its assets and operations to acute and chronic physical climate impacts in a high-warming environment. The scenario assumptions are in line with IPCC SSP3-7.0.

**** Sustainable Development (<2°C)**

Aligned with the IEA Sustainable Development Scenario (SDS), this scenario assumes strong and coordinated global climate action. It models a pathway consistent with limiting global temperature rise to well below 2ºC, including widespread decarbonisation, rapid adoption of low-carbon technologies, and successful implementation of net zero pledges. This scenario is used to assess transition risks and opportunities—such as shifts in policy, carbon pricing, and market demand—and to evaluate the Group's strategic and financial resilience in a low-carbon future.

FORWARD-LOOKING STATEMENTS

The Group Strategic Report contains forward-looking type statements and information based on current expectations, and assumptions and forecasts made by the Group. These expectations and assumptions are subject to various known and unknown risks, uncertainties and other factors, which could lead to substantial differences between the actual future results, financial performance and the estimates and historical results given in this report. Many of these factors are outside the Group's control. The Group accepts no liability to publicly revise or update these forward-looking statements or adjust them for future events or developments, whether as a result of new information, future events or otherwise, except to the extent legally required.

The Group Strategic Report was approved by the Board on 27th August, 2026 and is signed on its behalf by:

T. J. W. Goodwin *Director*	M. S. Goodwin *Director*	S. R. Goodwin *Director*

REPORT OF THE DIRECTORS

The Directors' have pleasure in presenting their reports and audited financial statements for the year ended 30th April, 2026.

The Directors' have presented their Group Strategic Report on pages 3 to 23, which contains the Group's Objectives, Strategy and Business Model. The Group Strategic Report is intended to be an analysis of the development and performance of Goodwin PLC and details the principal risks and uncertainties facing the Group and an indication of likely future developments and the required statements under Statutory Instrument 2008/410 Schedule 7 of the Companies Act 2006. The Chairman's Statement is part of the Group Strategic Report and provides the financial review, including the key performance indicators and future trends of the business. Also included in the Group Strategic Report for the year are the Group's Objectives, Strategy and Business Model on page 9, Principal Risks and Uncertainties on pages 14 and 15, and the Corporate Social Responsibility Report on pages 14 to 15.

The Board considers that the Chairman's Statement, the Group Strategic Report, the Directors' Reports and the Financial Statements, taken as a whole, in their opinion, are fair, balanced and understandable and that they provide the information considered appropriate for shareholders to assess the Group's position and performance during the financial year and at the year end, and to assess the business model and strategy.

Proposed ordinary dividends

The Directors recommend that an ordinary dividend of 330 pence per share (2025: 280p, together with the special interim dividend of 532 pence per share paid in November 2025, total distributions in respect of the prior year amounted to 812 pence per share) be paid in full on 9th October, 2026 to shareholders on the register on 18th September, 2026. The ordinary dividend is subject to the approval of the shareholders at the Annual General Meeting on 7th October, 2026.

See comments on page 13 regarding the Dividend Policy.

Directors

The Directors of the Company who have served during the year are set out below.

M. S. Goodwin (Mechanical Divisional Managing Director)
S. R. Goodwin (Refractory Divisional Managing Director)
T. J. W. Goodwin (Chairman)
B. R. E. Goodwin
N. Brown
A. J. Deeth (Finance Director) - Appointed on the 28th October 2025
A. M. Thomas - Appointed on the 28th October 2025
J. E. Kelly (Non-Executive Director)
C. A. McNamara (Non-Executive Director)

The Chairman and the Divisional Managing Directors do not retire by rotation.

No Director has a service agreement with the Company, nor any direct beneficial interest in the share capital of any subsidiary undertaking. The Chairman does not have any other significant external appointments.

Shareholdings

The Company has been notified that as at 19th August, 2026 the following had an interest in 3% or more of the issued share capital of the Company:

M.S. Goodwin, S.R. Goodwin, T.J.W. Goodwin and B.R.E. Goodwin 3,755,161 shares (50.0%); these shares are registered in the name of J. M. Securities (No. 3) Limited. J. H. Ridley 505,049 shares (6.73%), Interactive Lynchwood Nominees Limited 289,368 shares (3.85%) and Rulegale Nominees Limited (JAMSCLT) 282,187 (3.76%).

In line with LR 9.2.2AD R (1), relating to Controlling Shareholders, the Company confirms that a written and legally binding agreement is in place, and has complied with the independence provisions set out in LR 6.5.4 R.

The Company confirms that, as far as it is aware, the controlling shareholders have complied with the agreement.

Share capital

The Company's issued share capital comprises a single class of share capital which is divided into ordinary shares of 10p each. Information concerning the issued share capital in the Company is set out in note 26 to the financial statements on page 96.

All of the Company's shares are ranked equally and the rights and obligations attaching to the Company's shares are set out in the Company's Articles of Association, copies of which can be obtained from Companies House in England and Wales or by writing to the Company Secretary. The Directors of the Company do not have any on-going powers in relation to the purchase of its own shares and there are no restrictions on the voting rights of shares and there are no restrictions in their transfer other than:

- certain restrictions as may from time to time be imposed by laws and regulations (for example, insider trading laws); and
- pursuant to the Market Abuse Regulation whereby Directors of the Company require approval to deal in the Company's shares.

Additionally, the Company is not aware of any agreements between shareholders of the Company that may result in restrictions on the transfer of ordinary shares or voting rights.

Research and development

Significant investment in research and development remains a strategic priority for the Group. During the year, the principal focus was the continued development of Duvelco's proprietary polyimide technology, including further enhancements to material performance and manufacturing capability. Continued development of the X-SIL

REPORT OF THE DIRECTORS *(continued)*

product range focused on refinements to formulations, mixing characteristics and casting performance, enabling customers to achieve more consistent processing, improved casting quality and greater reliability in the finished product. Alongside this, Goodwin Steel Castings continued to invest in metallurgical and manufacturing process development, with research focused on improving casting quality, production efficiency and material performance. The Group believes that sustained investment in innovation remains fundamental to maintaining its technological leadership and supporting long-term value creation.

Change in control and Substantial Sale

The Group's committed loan facilities include a change of control and substantial sale clauses, which state that a change of control of the parent Company, or the sale of all or substantially all of the assets of the Group, will be classed as an event of default and would enable the providers at their discretion to withdraw the facilities. The Board is in discussions with the current lenders to provide loan facilities for the continuing operations.

Stakeholders relations

All shareholders are encouraged to participate in the Company's Annual General Meeting. No shareholder meetings have been called to discuss any business other than ordinary business at the Annual General Meeting.

The Board complies with the recommendations of the UK Corporate Governance Code that the notice of the Annual General Meeting and related papers should be sent to shareholders at least twenty working days before the meeting.

The Directors attend the Annual General Meeting. The Chairman and other members of the Board and the Chair of the Audit Committee and Audit Committee members will be available to answer questions at the forthcoming Annual General Meeting. In addition, proxy votes will be counted and the results announced after any vote on a show of hands.

The Chairman ensures that the views of shareholders are communicated to the Board as a whole, ensuring that Directors develop an understanding of the views of shareholders. Any individual requests for information from shareholders are dealt with by the Chairman, and where any such requests are subject to restraint in that where any disclosure would give rise to share price sensitive information, then the requests would be declined, or referred to the Board for release to all shareholders through the Stock Exchange RNS.

Engagement with the Group's suppliers, customers and other stakeholders can be found within the Strategic Report on pages 16 to 18.

Going concern

The Directors, after having reviewed the Group forecasts and possible challenges that may occur over the short to medium term, are confident that the Group has adequate resources to continue to operate for at least twelve months from the date that these financial statements are approved and have continued to adopt the going concern principle in preparing these financial statements.

As at 30th April, 2026, the Group's gearing ratio stood at 22.4% *(2025: 9.9%)*, which is due to an increase in the Group's working capital by £15.9 million due to the significant increase in trading activity of the Group (29%) against a shareholders' net worth of £131 million *(2025: £138 million)*. The retained reserves of the Group and increased headroom in lender facilities put it in a strong position to deal with any material unforeseen adverse issues that may occur and have an impact on the Group's operations.

As part of the going concern process, the Group forecasts are stress tested by being subject to a number of severe but conceivable financial challenges to ensure that the Group finances remain robust throughout the period being tested. The stress test model begins with the Group forecasts, that have been consolidated from the individual forecasts generated by the Directors of each of the subsidiaries and reflects their specific knowledge of their business and the markets, within which they operate, to ensure that the forecasts that they produce reflect the market conditions, the business strategy and expected outlook. Each of these subsidiary level forecasts is then reviewed, challenged and approved by the relevant Divisional Managing Director, who is immersed in each of these businesses to such an extent that they know and understand each of their markets. As the Group is so diverse, with three divisions in different sectors and multiple products within each division, several stress test events are used to reduce the pre-tax profit forecasts by reducing revenues and consequently the pre-tax profit. Due to this diversity, it is feasible that one or two events could take place, but it is highly improbable that all the stress test events would occur at the same time. The stress tests implemented reduced revenues and consequently pre-tax profits, which for these stress tests implemented reduced pre-tax profit by a combined amount of 66%, without reducing the discretionary capital expenditure programme, maintaining overheads at their current expected levels, maintaining the dividend policy and utilising the finance facilities at the same amounts that will be in place twelve months from the signing of these accounts. The results of the stress test modelling did not highlight any going concern issues, breaches of covenants, need to reduce the discretionary capital expenditure, make any changes to overheads, reduce or cancel the payment of a dividend or the requirement for any further financing facilities in addition to those currently in place at year-end.

Whilst our carrying values of trade debtors and contract assets are significant, we see little risk here in terms of recovery due to the quality of the customers that the Group contracts with. Where possible, we use credit insurance for the majority of our trade debtors and our pre-credit risk (work in progress), and for significant contracts, where credit insurance is not available, we ensure, where possible, that those contracts are backed by letters of credit or cash positive milestone payments.

As discussed elsewhere within these accounts, the Mechanical Engineering Division's order book remains high and the Refractory Engineering Division continues to be buoyant, and the Technological Division is still in its infancy but has significant potential.

REPORT OF THE DIRECTORS *(continued)*

Going concern *(continued)*

The Board of Directors announced that it has commenced a strategic review to consider a range of potential options to maximise value for shareholders whilst ensuring continuity for all stakeholders, including customers and the long term prosperity of its business. These options include the sale of the Mechanical Engineering Division, which includes Goodwin Steel Castings Limited, Goodwin International Limited, Noreva GmbH, Easat Group and the Pump Division.

Despite this, the Directors are confident that, whether this potential sale happens or not, that the Group and Company will have sufficient funds to continue to meet their liabilities as they fall due for at least twelve months from the date of approval of the financial statements and therefore have prepared the financial statements on a going concern basis.

Viability Statement

In accordance with Provision 31 of the UK Corporate Governance Code the Directors have assessed the Group's viability over a three year period to 30th April, 2029.

While the Board has no reason to believe that the Group will not be viable over a longer period, the Board believes that a three year review period is prudent, and provides the readers of the report with a degree of confidence of the longer viability of the Group.

In addition to the going concern review process, the Board has considered the impact of several possible adverse events over an extended period (two more years, taking the total review period to 30th April, 2028), where it has predicted a severe reduction in the pre-tax profit forecasts for each year. These extended possible adverse event scenarios, using the same logic as outlined in the stress model within the going concern review section, have been modelled by reducing revenues each year that consequently reduce pre-tax profits by an average amount of 62% each year from the base case forecast. The Board did see that the extended stress testing modelling would require lower capital expenditure than under non stress test circumstances over three years, but they did not foresee any reductions in either the Group overheads or a change in the dividend policy, which both could be reduced to offset an extended downturn in pre-tax profits, if required. The results of the stress testing showed that the Group did not breach any of its banking covenants and has sufficient financing facilities in place to deal with these extended adverse events and, given that the majority of the capital expenditure policy is discretionary, the amounts included could be reduced further and there could be a review of both the overheads and dividend policy which could be changed accordingly. Further resilience is obtained from the diversification of the Group, as explained in more detail within the Going Concern commentary.

The workload within the Mechanical Engineering Division remains high and this is underpinning the performance in the short to medium term. The Refractory Engineering Division remains buoyant in its core traditional sectors as well as having additional newer products, that are gaining traction within their market sectors. The Technological Division is in its infancy, but there is significant potential for growth in the specialist polyimide market.

The Board of Directors announced that it has commenced a strategic review to consider a range of potential options to maximise value for shareholders whilst ensuring continuity for all stakeholders, including customers and the long term prosperity of its business. These options include the sale of the Mechanical Engineering Division, which includes Goodwin Steel Castings Limited, Goodwin International Limited, Noreva GmbH, Easat Group and the Pump Division.

Despite this, the Directors are able to confirm, no matter whether this potential sale happens or not, that they have a reasonably confident expectation that the Group will be able to continue in its operations and remain financially viable over this extended period to 30th April, 2029.

Corporate governance statement

The Company's Corporate Governance Statement is set out on pages 29 to 32 and forms part of the Directors' Report.

Financial Risk Management

The Group has in place risk management policies that seek to limit the adverse effects on the financial performance of the Group by using various instruments and techniques, further details can be found within note 28 on page 102.

Subsequent events

The Board of Directors announced that it commenced a strategic review during the year to consider a range of potential options to maximise value for shareholders whilst ensuring continuity for all stakeholders, including customers and the long-term prosperity of its business. These options include the sale of the Mechanical Engineering Division, which includes Goodwin Steel Castings Limited, Goodwin International Limited, Noreva GmbH, Easat Group and the Pump Division.

After the balance sheet date an ordinary dividend of 330p per qualifying ordinary share was proposed by the Directors (2025: Ordinary dividend of 280p, together with the special interim dividend of 532 pence per share paid in November 2025, total distributions in respect of the prior year amounted to 812 pence per share).

Auditor

In accordance with Section 489 of the Companies Act 2006 and the recommendation of the Board of Directors, a resolution is to be proposed at the Annual General Meeting for the re-appointment of RSM UK Audit LLP as auditor of the Company.

Approved by the Board of Directors and signed on its behalf by:

T. J. W. Goodwin — 27th August 2026

Chairman

CORPORATE GOVERNANCE REPORT

Introduction

Governance is led by the Group Chair and Board, who are collectively responsible for setting the Company's strategy to deliver long-term value to shareholders and the wider stakeholders. The Board sets the Group's culture and values and is responsible for the stewardship of the Company's business to the shareholders and wider stakeholders.

The Board comprises seven Executive Directors and two independent Non-Executive Directors (NEDs) Mrs. J.E. Kelly and Ms. C.A. McNamara.

The Audit Committee comprises Mrs J.E. Kelly (Chair), Mr T.J.W. Goodwin (Chairman and Executive Director) and Ms C.A. McNamara (Independent Non-Executive Director). A majority of the Committee's members are independent Non-Executive Directors, ensuring the Committee operates in accordance with the Group's governance framework and recognised best practice.

The Board and the Audit Committee fulfil the roles required for effective corporate governance and the Board considers that it has the right governance in place to execute its strategy to achieve its objectives.

The Board has always felt that it should be recognised that what may be appropriate for the larger company may not necessarily be so for the smaller company, a point raised previously in the Cadbury Code of Best Practice. Whilst conscious of its non-compliance with certain aspects of the Code as detailed below, we do not believe that at this stage in the Group's development and circumstances it is appropriate to change its own operational or governance structure with the sole objective of achieving compliance with the revised Code given that the Board's current corporate governance strategy has been accepted by a large majority of its shareholders. The Group's governance structure, as set out below, is a structured system of rules and practices that shapes how the Company operates, whilst also remaining dynamic, in addition to providing the Board the necessary oversight to review its progress against its strategic plan.

Compliance statement under the UK Corporate Governance Code 2024

The Company is required to report on compliance throughout the year. In relation to all of the Provisions except those mentioned below, the Company complied throughout the year.

As noted in the introduction above, the Group does not comply with aspects of the Code's requirements under Provisions 11 and 12 and Provision 13 in terms of having a Senior Independent Director as the majority of the Board are Executive Directors and the composition of the Board is determined by the Board as a whole. The Group does not have a Remuneration Committee or a Nominations Committee as required under Provisions 17, 23, 32, 33, and 41. Contrary to Provision 36, the Company does not have a formal policy for post-employment shareholding requirements as it does not have any unvested or un-exercised vested share options in existence.

Our Remuneration Policy is described on pages 38 and 39. There are no malus or clawback provisions contrary to Provisions 37 and 38, as any increases or bonuses awarded to Directors or the general workforce are discretionary, and the Board may override formulaic outcomes where appropriate. Directors' notice periods are no more than one year and compensation should reflect performance in compliance with Provision 40. The roles of the Chairman in running the Board and the Managing Directors in running the Group's businesses are well understood. It is not considered necessary to have written job descriptions. This is contrary to Provision 14. In the best interests of the Company it has been concluded that an independent Chairman is not necessary when considered with the Company's investor profile, thereby the Company does not comply with Provision 9 of the Code.

The Chairman and Managing Directors do not retire by rotation, therefore maintaining continuity of expertise which is contrary to Provision 18 of the Code and as required by Provision 7, the Board has a conflicts of interest policy which includes a procedure for disclosure and review of any potential conflicts and, if appropriate, approval by the Board. The shareholding of the Executive Directors is not considered a conflict in interests due to their contribution to the long-term sustainable success of the Group being aligned with its other shareholders. For reasons as set out on the following pages within the Corporate Governance Report the Company is not compliant with Provisions, 19 and 22.

The code is available to view on the website of the Financial Reporting Council at www.frc.org.uk

CORPORATE GOVERNANCE REPORT *(continued)*

The Board

During the year, the Board met formally eleven times, and details of attendees at these meetings are set out below:

M. S. Goodwin	7 out of 9 attended
S. R. Goodwin	7 out of 9 attended
T. J. W. Goodwin	7 out of 9 attended
B. R. E. Goodwin	7 out of 9 attended
N. Brown	9 out of 9 attended
A. J. Deeth	4 out of 4 attended (appointed 28th October, 2025)
A. M. Thomas	4 out of 4 attended (appointed 28th October, 2025)
J. E. Kelly	9 out of 9 attended
C. A. McNamara	8 out of 9 attended

The Chairman and Managing Directors do not retire by rotation. With this exception, all Directors retire at the first Annual General Meeting after their initial appointment and then by rotation at least every three years, which is contrary to Provision 18 of the Code.

The Board retains full responsibility for the direction and control of the Group and continually monitors and assesses the culture to ensure that it is aligned with the Group's purpose, values and strategy. With the culture of the Group being well established there have not been any specific actions taken in the year other than continuing to lead by example and encouraging open communication, transparency and respect. Whilst there is no formal schedule of matters reserved for the Board, all acquisitions and disposals of assets, investments and material capital-related projects are, as a matter of course, specifically reserved for Board decision, but referred to the Audit Committee for comment.

The Board meets regularly to discuss corporate strategy; to formulate and monitor the progress of business plans for all subsidiaries and to identify, evaluate and manage the business risks faced. The management philosophy of the Group is to operate its subsidiaries on an autonomous basis, subject to overall supervision and evaluation by the Board, with formally defined areas of responsibility and delegation of authority. The Group has formal lines of reporting in place with subsidiary management meeting with the Board on a regular basis. Regular informal meetings are also held to enable all members of the Board to discuss relevant issues with local management and staff at the business units. This is in addition to the flat structure in place and the hands-on approach of the Directors, which is how the Board continually assesses emerging risks. Following the identification of an emerging risk the Board dynamically sets out a plan and typically appoints an individual with the necessary skill set, whether they be internal or external, to either manage or mitigate the risk.

The Audit Committee

The Audit Committee during the year was made up of the following: Mrs J.E. Kelly (Chair), Mr T.J.W. Goodwin (Chairman and Executive Director) and Ms C.A. McNamara (Independent Non-Executive Director). A majority of the Committee's members are independent Non-Executive Directors, ensuring the Committee operates in accordance with the Group's governance framework and recognised best practice and the Audit Committee reports to the Board. The Audit Committee has met formally six times since the issue of the Annual Report for the year ended 30th April, 2025, with all members attending each meeting. The responsibility of the Audit Committee is explained in the Audit Committee Report on pages 33 to 37. The Audit Committee takes into account the Company's corporate Mission Statement, Objectives and Strategy, and reviews investor correspondence and comments, regulatory changes, current issues and market trends. The Audit Committee uses expert opinion where considered appropriate.

Board Performance Review

The Divisional Managing Directors and Chairman address the development, composition, diversity and training needs of the Board as a whole, contrary to Provision 21. A review of the effectiveness and performance of the Board and the Directors of subsidiaries has been carried out by the Managing Directors and Chairman by way of personal discussions and individual performance evaluation. As the Managing Directors and the Chairman are executive Directors, which in addition to there not being defined performance obligations that individuals are assessed against, the Group does not comply with Provision 13 of the UK Corporate Governance Code. Furthermore, as the Chair does not individually assess and or act on the results of the evaluation, the Group does not comply with Provision 21 and 22. The Board recognises the importance of its composition and diversity and remains committed to suitable corporate governance and believes that a wide range of knowledge, skills and experience are among the essential drivers to long-term success. We continue to evaluate the composition of the Board and recognise the value that non-executives typically offer, by ensuring that the Board is acting in the best interests of the Company.

The Board considers the value offered in this circumstance is significantly less as the Executive Directors, who form part of the controlling concert party, are, in essence, custodians of the business, resulting in their interests being the long-term growth and success of the business. Furthermore, the Board would lose its dynamic management of the business that over the history of the Group has enabled it to vastly outperform the FTSE 100 and FTSE 250, see page 36 for details. Additionally, when consideration is also given to the recommended tenure of NEDs, the benefit of NEDs is initially limited by the fact that it takes a significant amount of time to understand the vastly diverse and extremely technical products that the Group supplies. Whilst Mrs J. E. Kelly has held the role since 2015, the Board does not consider her independence to be impaired as she has never been an employee of the Company,

CORPORATE GOVERNANCE REPORT *(continued)*

Board Performance Review *(continued)*

does not have and has not had any material links or relationships with the Company, does not own or represent any shareholding in the Company. Independent oversight and robust challenge continue to be preserved, with the recent appointment of an additional Non-Executive Director further strengthening the Board's governance structure.

The structure of the Board and its Audit Committee brings balance, astute guidance and deep understanding of the business at both operational and Board level.

All Directors have reasonable access to the Company Secretary and to independent professional advice at the Company's expense. The Company carries indemnity insurance on behalf of its Directors.

External audit

The external auditor is appointed annually at the Annual General Meeting. The Board, following review and recommendations received from the Audit Committee, considers the appointment of the auditor, and assesses on an annual basis the qualification, expertise, cost and objectivity of the external auditor. The auditor's independence is safeguarded by the Group following its policy and procedure on non-audit services. The policy recognises that certain material or highly sensitive non-audit services may not be carried out by the external auditor, such as valuations or advisory services. In addition to the auditor having their own policies and checks, the Audit Committee monitors the level of non-audit services provided to the Group by the external auditor to ensure that their independence is not compromised.

The effectiveness of the external audit is assessed annually, following completion of the audit. Following discussions with all parties involved in the audit on an operational level, the Board discusses the efficiency and performance of the overall audit. This is then discussed with the Audit Committee, which evaluates the effectiveness of the audit process. Any suggested improvements in audit processes from the prior year are reported back to the Board and the audit partner so that they can be taken into account when planning the audit for the following year.

Disclosure of information to auditor

The Directors who held office at the date of approval of this Corporate Governance Report confirm that, so far as they are each aware, there is no relevant audit information of which the Company's auditor is unaware; and each Director has taken all the steps that he or she ought to have taken as a Director to make himself or herself aware of any relevant audit information and to establish that the Company's auditor is aware of that information.

Internal control and risk management

The Board has overall responsibility for the Group's systems of internal controls and risk management which are designed to manage rather than eliminate risk and provide reasonable reassurance against material misstatement or loss.

The Board has primary responsibility for controlling: operational risks; financial risks including funding and capital spend; compliance risks; and political risks. The Audit Committee has been delegated responsibility for reviewing corporate reporting, financial risk management and to regularly review the effectiveness of the Group's internal controls together with consideration of any reports from the external auditor. The Audit Committee Report is on pages 31 to 33. Except as noted within this Corporate Governance Report, the Board confirms that the internal control systems comply with the UK Corporate Governance Code.

The Group's main systems of internal controls include all the key aspects of a robust internal control framework, which includes reviews, reconciliations and segregations of duties, risk assessment as articulated and detailed in this report, together with focused financial and business information and effective communication. This encompasses regular visits and discussions between Board Directors and subsidiary management, in-house General Counsel, Health and Safety Committee and the Group Internal Auditor, on all aspects of the business and monitoring, which incorporates financial reporting, risk reporting and compliance reporting. This is performed through monthly, detailed management reporting and periodic in-depth reviews by business managers. In addition, there is Board representation with Goodwin PLC Directors on the boards of the subsidiaries. Any concerns are reported to the members of the Audit Committee and to the Board. The Group has regular reviews of its risk register, business continuity programmes and its insurance programmes. These procedures endeavour to ensure compliance with the FRC publication 'Risk Management, Internal Control and Related Financial and Business Reporting'. The Board considers that the close involvement of its management and Board Directors in all areas and through effective delegation of authorities a key pillar of its effective control over its financial and business risks system, by providing an ongoing process for identifying, evaluating and managing the principal risks faced by the Group. In particular, authority is limited to Board Directors in key risk areas such as treasury management, capital expenditure and other investment decisions. The internal controls in relation to financial reporting include separation of functions, planning and performance reporting. Financial targets are set annually and are monitored on a monthly basis at an individual and at a consolidated level through the use of reports that typically include income statement and balance sheet data, in addition to key indicators relevant to each business or division.

The close involvement of the Board in the day-to-day operations through its business managers ensures that the Board has the financial and non-financial controls under constant review and so it is not currently considered that formal Board reviews of these controls would provide any additional benefit in terms of the effectiveness of the Group's internal control systems. This is contrary to Provision 29 of the UK Corporate Governance Code.

CORPORATE GOVERNANCE REPORT *(continued)*

Internal control and risk management *(continued)*
The Board recognises the importance of an effective internal audit function to assist with the management and review of internal controls and business risk. The Group's internal auditor continues to make good progress reviewing internal controls, procedures and accounting systems, and, despite video conferencing improving the level of coverage, it is a fact of life that the best results of internal audit are achieved by site visits. The Board of Directors and Senior Management will continue to have close involvement on a day-to-day operational basis and the scope and results of internal audit work to be performed will be kept under review in the coming year.

The Board considers that certain functions are best carried out by independent external bodies with specific expertise, who then report to the Board directly or through the Audit Committee.

The Board confirms that it has not been advised of any material failures or weaknesses in the Group's internal control systems.

Approved by the Board of Directors and signed on its behalf by:

T. J. W. Goodwin
Chairman

27th August 2026

AUDIT COMMITTEE REPORT

The key role of the Audit Committee is to provide confidence in the integrity of the Group's financial risk management, Internal financial controls and corporate reporting. The Audit Committee, as empowered by the Group's Board of Directors, has responsibility for:

1. Reviewing and checking the Group's full year and half year Accounts and the Annual Report, as presented to the Audit Committee and monitoring the integrity of the financial statements.
2. Reviewing the Group's financial controls and risk management systems and commenting on whether they are relevant and effective.
3. Making recommendations to the Group's Board of Directors on the appointment and remuneration of the Group's external auditor; ensuring the independence and objectivity of the auditor; assessing the effectiveness of the audit process; considering whether the Group receives value for money from the audit; and monitoring the provision of non-audit services by the auditor.
4. Reviewing the scope of work for the internal audit function, considering the resultant reports and monitoring the implementation of agreed recommendations.
5. Reviewing significant accounting estimates and judgements relating to the financial statements with the external auditor and members of the Board, and providing advice on whether the Annual Report and accounts as a whole are fair, balanced and understandable in providing the information necessary for shareholders to assess the Company's position and performance, business model and strategy.
6. Reviewing the Group's whistle-blowing arrangements and considering the findings of any investigations undertaken under those arrangements.

The Audit Committee reports to the Board on how it has discharged its responsibilities.

The Audit Committee discharges each of its above responsibilities as follows:

1. Examining the integrity of the Group's Annual Report and half year Interim Report:

The Chair of the Audit Committee is an independent Non-Executive Director. The other members of the committee have a combined in-depth level of expertise in the Group's typical products and markets or have vast historical knowledge of the business and activities of the Group. This, together with their regular involvement in reviewing the Group's financial performance and accounts, provides the necessary level of financial review.

Regular meetings are held between members of the Audit Committee, Directors of Goodwin PLC and its subsidiaries, General Managers and Senior Management of the UK subsidiaries. Members of the Audit Committee are involved in regular discussions with the Directors, General Managers and Senior Management of each subsidiary, during which the positions taken on subjective financial matters are discussed. Any areas where the Audit Committee feels that the positions taken within any particular subsidiary are either inappropriate or merit further review are discussed with the Board of Directors of Goodwin PLC.

For the half year Interim Report, the Audit Committee reviews the financial and non-financial content, including the Chairman's Statement, and reviews the financial statements and qualitative notes of the financial statements, to help ensure that they are balanced, relevant, appropriately compliant with relevant accounting standards / legislation, and are consistent and complete. The Audit Committee discusses with the Board of Directors its views as to whether the half year Interim Report, taken as a whole, is fair, balanced and understandable and provides the information necessary for shareholders to assess the Group's half year performance. The figures in the half year Interim Report are not audited, but the external auditor is given sight of these before publication.

For the full year Annual Report, the Audit Committee reviews the financial and non-financial content of the Group Strategic Report, including the Chairman's Statement and Corporate Governance Report, and reviews the financial statements and the qualitative notes to the financial statements to examine whether the content is fair, balanced, relevant, understandable, appropriately compliant with relevant accounting standards and legislation, and consistent and complete. The Audit Committee has discussed the full year Annual Report and its views with the Group's external auditor.

The Audit Committee confirmed to the Board that, in its opinion, the proposed Annual Report for the year ended 30th April, 2026 appropriately represents the Group's trading position and, taken as a whole, is fair, balanced and understandable and provides the information necessary for shareholders to assess the Group's full year performance, its position at the year end, and its objectives, strategy and business model.

2. Helping to ensure the Group carries effective and relevant financial and non-financial internal controls and financial risk management systems:

To assess the effectiveness of systems for internal financial controls, financial reporting and financial risk management, the Audit Committee reviews reports from Main Board Directors on the Group's subsidiaries; reports from the Group Finance Director; reports from General Managers of the Group's subsidiaries; quarterly financial reports; reports from internal and external audit; reports commissioned from independent external consultants; and the Group's risk register, business continuity programmes and levels of insurance, legal reports and health and safety reports.

During the year, the Committee continued to review the design and operation of the Group's material financial controls and the processes through which those controls are evidenced, monitored and reported. This included consideration of the Group's preparations for the enhanced internal control requirements of the UK Corporate

AUDIT COMMITTEE REPORT *(continued)*

Governance Code and the work required to support future Board declarations concerning the effectiveness of the Group’s material controls.

The Committee reviewed the findings and recommendations arising from the external and internal audit programmes and where required monitored the progress made by management in addressing the matters identified.

The Committee recognises that the Group operates through a decentralised structure, with responsibility for day-to-day controls residing with the management of each subsidiary. This is supported by regular financial reporting, Group policies, delegated authorities, Board and management oversight, internal audit work and the external audit process.

2026 Audit Committee Risk Programme

The terms of reference for the Audit Committee and how it discharges its duties have been presented to the Board and ratified.

Risk Management

The risk management framework provides a systematic process for the identification, assessment, review and management of risk. This framework provides a bottom-up approach with a top-down review by Directors and General Managers. When appropriate, the Audit Committee reviews the status of the principal risks and controls and mitigating actions in place.

Financial risk

Financial risk has been reviewed, with particular consideration given to volatility in exchange rates, the potential cost exchange hedging for forward long-term contracts, interest rate exposure and adequacy and tenure of the Group’s banking facilities.

Regulatory compliance

The Audit Committee continues to monitor regulatory compliance, training and competency throughout the Group.

Information Technology

During the year, the Audit Committee continued to monitor the risks affecting information security and the steps being taken to minimise those risks. This included consideration of cyber security controls, the resilience and recovery of key systems, employee awareness and the management of access to financial and operational systems.

Whistle-blowing Procedures

The Group has a whistle-blowing policy in place whereby employees can report any suspected misconduct or concerns, either anonymously on a dedicated telephone line, or to the Chairman, the Company Secretary or the Chair of the Audit Committee.

Two whistle-blowing matters were reported during the year. Both matters were fully investigated, with the nature of the concerns, the investigation process, the conclusions reached and any actions arising being reported to and considered by the Audit Committee. Both investigations have been concluded and no matters remain outstanding.

The Audit Committee considered whether the matters raised indicated any wider issues relating to the Group’s culture, governance framework or internal control environment, and whether any changes to policies, procedures or controls were appropriate. Having reviewed the findings, the Committee concluded that the matters were isolated in nature and did not identify any broader deficiencies within the Group’s governance or control framework.

The Audit Committee has confirmed to the Board that the Group’s whistle-blowing policy and procedures remain appropriate and that matters raised under those procedures are properly investigated and reported.

The Audit Committee has confirmed its view to the Board that, in its opinion, the Group carries relevant internal controls and risk management systems appropriate to minimise the perceived risks of the Group’s business.

3. The Group’s external auditor

RSM UK Audit LLP (“RSM”) was first appointed as the Group’s Auditor at the Company’s AGM in October 2020. The audit was put out for tender in 2024 following the substantial increase in audit fees since RSM’s appointment. As there are a limited number of audit firms suitable for auditing listed companies, the tender process resulted in little or no reduction in cost after taking account of the cost and disruption associated with appointing and initiating a new auditor.

Accordingly, subject to satisfactory completion of the current audit, the Audit Committee has recommended to the Board that shareholders be asked to approve the re-appointment of RSM at the forthcoming Annual General Meeting. In line with regulation, the audit will be put out to tender at least every ten years. Subject to the tender not being brought forward, the Group will be required to re-tender the audit in the financial year 2034.

In addition to the auditor having its own policies and checks, to preserve objectivity and independence, the Audit Committee maintains a policy that restricts the external auditor from carrying out non-audit services for

AUDIT COMMITTEE REPORT *(continued)*

the Group except in limited circumstances where the engagement is permitted under the applicable ethical requirements, is clearly in the interests of the Group and has been approved in advance.

Throughout the year, the Audit Committee monitored the nature and value of any services provided by RSM and its associated network firms. The Committee also considered all relationships between the Group and the audit firm, the audit fee as a proportion of the overall fee income of the audit firm, whether the Group had employed any former members of the external audit team and the safeguards applied by RSM to maintain its independence.

RSM formally confirmed that, in its professional judgement, it and the persons able to influence the conduct or outcome of the audit were independent within the meaning of the applicable regulatory and professional requirements, including the Financial Reporting Council's Ethical Standard.

The Audit Committee has met formally with RSM to discuss the full year Annual Report and has met and discussed matters with the auditor throughout the audit process during the financial year being reported on.

The Audit Committee appraises the auditor's effectiveness annually through its regular engagement with RSM during the planning, fieldwork and reporting stages of the audit. In conducting its assessment, the Committee considered:

- feedback from directors, senior managers and the Finance Director;
- the quality, clarity and scope of the external auditor's plans and reports;
- whether the audit plan appropriately addressed the Group's principal areas of financial reporting risk;
- RSM's delivery and performance against the agreed timetable;
- the degree of professional scepticism and challenge demonstrated by the audit team;
- the technical competence, continuity, qualifications and performance of the audit team;
- the quality of communication between the audit team, management and the Audit Committee;
- RSM's understanding of the Group's operations, contractual arrangements, products and industry sectors;
- the auditor's use of specialists and data analytics where appropriate; and
- the robustness with which the external auditor challenged management's significant estimates and judgements.

The Committee also considered the scope and coverage of the Group audit. RSM's approach included full-scope procedures over the principal UK trading entities and reporting from overseas component auditors, providing audit coverage of 79% of the Group's profit before tax and 81% of turnover.

Having considered these matters, the Audit Committee was satisfied with the effectiveness of the audit process and the external auditor's independence and objectivity.

4. Internal Audit

The scope of internal audit has been set by the Audit Committee and the results of the work performed have been reviewed by the Committee.

The internal audit function operates a rotation policy that prioritises subsidiaries and areas of activity based on materiality, the assessed level of risk, the results of previous reviews and the period since the subsidiary was last reviewed. The programme seeks to provide appropriate coverage of Group subsidiaries over a rolling three-year cycle, either through the Group Internal Auditor or through reviews undertaken by the respective Group Managing Directors.

During the year, internal audit work included reviews of Thailand, India, Noreva, Easat, the Group's pump operations in Brazil and in South Africa.

The reviews considered, as appropriate, financial reporting and month-end controls; cash and banking controls; purchasing, payment and delegated authority controls; revenue, contract and receivables controls; inventory management and valuation; payroll and employee-related controls;access controls; legal and regulatory compliance; the safeguarding of the Group's assets; and progress against recommendations arising from previous reviews.

No internal audit review identified a matter requiring a material adjustment to the Group's financial statements. Where opportunities to strengthen processes or the evidence supporting existing controls were identified, agreed actions have either been completed or are being monitored through the Group's follow-up process.

AUDIT COMMITTEE REPORT *(continued)*

The Committee remains satisfied that the internal audit programme is proportionate to the Group's size, complexity and decentralised structure. The programme will continue to evolve in response to changes in the Group's operations, emerging risks and the enhanced internal control expectations under the UK Corporate Governance Code.

5. Accounting estimates and judgements relating to the Financial Statements

The Audit Committee reviewed what it considered to be the significant accounting estimates and judgement areas within the Group Annual Report for the year ended 30th April, 2026 as detailed in Note 2 to the Financial Statements.

Significant Accounting Judgements

The Committee reviewed the external auditor's assessment of the areas presenting the greatest risk of material misstatement. These included revenue recognition, management override of controls, the impairment and viability of the Duvelco cash-generating unit, amortisation and depreciation of Duvelco assets, inventory valuation, provisions, taxation, the valuation of the interest rate swap and the application of hedge accounting.

Revenue recognition

The Committee reviewed the judgements applied to contracts recognised over time, including the stage of completion, forecast costs to complete, profitability, contract assets and liabilities, work in progress, and provisions for loss-making contracts, warranty obligations and rectification costs. It also considered the appropriateness of revenue recognised around the year end and reviewed management's assessments against actual trading and post year-end performance.

Duvelco impairment and asset lives

The Committee reviewed the impairment assessment for the Duvelco cash-generating unit, including forecast revenues, margins, production volumes, cash flows and the key assumptions supporting the valuation. The Committee also considered the commencement of depreciation and amortisation together with the useful economic lives assigned to the related tangible and intangible assets.

Inventory, provisions and taxation

The Committee reviewed inventory valuation and provisioning, including slow-moving and obsolete stock, together with material provisions relating to warranties, litigation, claims and taxation. In each case, the Committee challenged the key assumptions, supporting evidence and adequacy of the related disclosures.

Discontinued operations and the viability of the remaining Group

During the year, the Committee reviewed the potential disposal of the Mechanical Engineering Division and the resulting accounting and reporting implications.

The Committee considered management's assessment of whether the relevant businesses met the requirements for classification as held for sale and discontinued operations, together with the allocation of the associated income, expenditure, assets, liabilities and cash flows between continuing and discontinued operations.

The Committee also reviewed the proposed accounting for transaction and separation costs, the recoverability and valuation of the assets concerned, the treatment of intra-Group balances and transactions, and the adequacy and clarity of the related disclosures in the Annual Report and Financial Statements.

In conjunction with the Board, the Committee considered the going concern and longer-term viability assessments for the remaining Group following completion of the proposed disposal. This review included the forecast profitability and cash generation of the continuing operations; the anticipated use of the disposal proceeds, including the proposed payment of a substantial proportion of these proceeds to shareholders; the level of retained cash and available facilities; the ongoing cost base of the remaining Group; and the funding requirements of its development and growth businesses.

The Committee also considered downside scenarios, including delays to completion of the transaction, lower-than-forecast trading performance, increased development expenditure and the potential for costs previously supported by the disposed operations to remain within the continuing Group.

Having reviewed management's forecasts, sensitivities and mitigating actions, the Committee was satisfied that the assumptions adopted in the Board's going concern and viability assessments were reasonable and that the associated disclosures were appropriate.

The Audit Committee took account of the findings of RSM in relation to its external audit work for the year and was satisfied that the estimates and judgements adopted by the Board were reasonable and appropriately disclosed in the financial statements.

The composition of the Audit Committee was changed with effect from 30th April, 2025 so that the majority of its members are independent, allowing the Group to comply with the UK Listing Rules as interpreted and mandated by the Financial Conduct Authority.

AUDIT COMMITTEE REPORT *(continued)*

Mrs J. E. Kelly continues as Chair of the Audit Committee and the Chairman and Executive Director, Mr T. J. W. Goodwin, and Non-Executive Director, Ms C. A. McNamara also continue in their roles of Audit Committee Members.

J. E. Kelly
Chair of the Audit Committee

27th August, 2026

DIRECTORS' REMUNERATION POLICY AND REPORT

This report includes the Group's Remuneration Policy for Directors and sets out the Annual Directors' Remuneration Report.

Group's Remuneration Policy for Directors

The Group's policy in respect of Directors' remuneration is to provide individual packages which are determined having due regard to the Group's current and projected profitability, the employee's specific areas of responsibility and performance, their related knowledge and experience in the Group's specific fields of operation, the external labour market and their personal circumstances whereby a package to remunerate and motivate the individual so as to best serve the Group is set. The policy is designed to be simple and naturally aligned with the performance of the Group and its overall strategic objective of growing the long-term profitability of the Group in a sustainable manner whilst delivering a fair return to its shareholders. Consideration is given to the financial and non-financial performance of the individual and how they have performed on delivering against each of the Group's strategy points, and the Group's culture, purpose and values.

Individual salaries are also indirectly linked up and down to the time allocated and perceived effort by the Director to the Group's business. Many Directors, as indeed employees, put in hours of work way beyond what could be requested and such personal devotion to duty by a Director is rewarded without formulae. All Board members have access to independent advice when they consider it appropriate. In forming its policy, consideration has been given to the UK Corporate Governance Code best practice provisions on remuneration policy, service contracts and compensation and has considered the remuneration levels of Directors of comparative companies.

The remuneration policy for other employees is broadly based on principles consistent with the policy for Directors. Salary reviews take into account Group performance as well as subsidiary performance, local pay and market conditions.

Directors are paid based on their level of activity within the Group, their knowledge and experience of the Group's activities or similar, the performance of the Group versus market opportunity whilst also considering the Director's personal circumstances and the salary needed to ensure continuity of employment. This in itself may result in decreases or increases in a Director's salary within any year as illustrated in the matrix below.

Element of Pay	**Purpose and Link to Strategy**	**Operation**	**Maximum**	**Performance Targets**	**Changes for 2025 / 2026**
Salary	Reflects the Directors' level of activity and achievement within the Group, their knowledge and experience of the Company's activities or similar, the performance of the Group versus market opportunity, whilst also considering the salary needed to ensure continuity of employment.	Reviewed annually at the anniversary of the previous salary adjustment for the individual Director.	Generally in line with inflation and the wage / salary increase awarded to employees, but this is not rigid.	The Group's performance, good or bad, may result in the salary being changed.	Directors set the base increase in salaries. For the period May 2025 to April 2026 the increase was generally 2.87%.
Pensions	All Executive Directors are entitled to have 3% added to their gross remuneration which, by nature of salary sacrifice, is put into a pension scheme where they have direct dealings with the selected investment fund provider.	Monthly payments	Currently 3% of gross remuneration	N/A	No changes.
Other benefits	Fully expensed car or cash alternative, health insurance or other services.	N/A	N/A	N/A	See details of the Directors' emoluments on page 38.

Whilst being aware of the requirements to show in graph form the breakdown of base pay, bonus pay, pension and long-term benefits, the Group is unable to comply with this requirement as Directors are not paid in accordance with any specific performance criteria or KPIs.

We believe the above meets the requirement of Schedule 8, Companies Act 2006, regarding the changes in 2025 / 2026. The Policy and Report is signed by the Chairman and the Managing Directors.

DIRECTORS' REMUNERATION POLICY AND REPORT *(continued)*

Group's Remuneration Policy for Directors *(continued)*

In any company there are specific individual circumstances that on occasions will merit special treatment in a given year for a Director either to keep or look after the person, indeed no different than we may do for an employee. However, bearing in mind the performance of the Company over the past twenty years and more and that the Directors' salaries are anything but excessive versus the norm of other PLCs, this is the Board's policy.

Total shareholder return (TSR) – unaudited

As is required by the UK Listing Rules, we show in graph form both the salary of the Managing Directors (CEO equivalent) of Goodwin PLC and the TSR over the past ten years. The Group's first Finance Director was appointed in October 2025 (as noted on page 26). From the next financial year, the TSR graphs will incorporate also the annual increase in the salary of the Group Finance Director.

Approval of the Company's Directors' Remuneration Policy

The Company put the Remuneration Policy to the vote at the Annual General Meeting on 1st October, 2025, when it was passed by 98.89% of those who voted. The Company will be putting the Remuneration Policy to the vote again in 2028, which is three years from the last vote, as is required by the UK Listing Rules.

For confidentiality and flexibility reasons, the Board policy is not to disclose exit / termination payments to Directors but the policy is to remain within the law, to fairly compensate good leavers and minimise payments to bad leavers. In the last ten years, the Company has managed to avoid paying any termination payments to bad leavers. It is, however, Board policy to limit termination payments to a maximum of 100% of gross annual salary and, should such an amount be exceeded, then it will be reported in the Annual Report giving the reason why.

The Company takes seriously its responsibility for ensuring a fair deal between employees, shareholders, customers and the local community and maintaining an appropriate balance.

The Company does not use or pay any external advisers or consultants for remuneration or incentive policy. Shareholder engagement is by nature of the Annual Report, the Annual General Meeting and the votes therein.

DIRECTORS' REMUNERATION POLICY AND REPORT *(continued)*

Annual Directors' Remuneration Report

This report is submitted in accordance with the Directors' Remuneration Report Regulations.

Consideration by the Directors of matters relating to Directors' remuneration

The Company's Remuneration Policy for Directors, including remuneration of its Non-Executives, is set by the Board as a whole and is described in pages 38 to 39 therein. The Policy has been followed in the financial year to 30th April, 2026 and will be followed in the next financial year.

The Board of Directors are also the key management personnel as defined in IAS 24.

Service contracts

None of the Directors has a service contract. A Director may resign at any time by notice in writing to the Board. There are no set minimum notice periods but all Directors other than the Chairman and Managing Directors are subject to retirement by rotation and as employees also have notice periods in accordance with law. No compensation as of right is payable to Directors on leaving office.

Relative importance of spend on pay

The table below shows shareholder distributions and total employee expenditure, and the percentage change in both:

	2026 £'000	2025 £'000	%
Dividends proposed and special interim dividends paid in respect of the year (£'000)	**64,733**	21,027	207.9
Total employee costs (£'000)	**72,667**	62,307	16.6
Average employee numbers	**1,296**	1,253	3.4

Total employee costs, excluding the Managing Directors' salaries, have increased by 16.8%. The majority of this increase relates primarily to the increased activity levels and overtime paid within the individual factories.

Approval of the Company's Annual Directors' Remuneration Report

An ordinary resolution for the approval of the Annual Directors' Remuneration Report will be put to shareholders at the forthcoming Annual General Meeting. The Annual Directors' Remuneration Report presented in the accounts to 30th April, 2025 was put to the shareholders at last year's Annual General Meeting on 1st October, 2025. The Annual Directors' Remuneration Report was accepted with 98.89% of proxy votes cast in favour.

Total shareholder return (TSR) – unaudited

The following graphs compare the Group's total shareholder return over the ten and twenty years ended 30th April, 2026 with various FTSE indices. The graphs reflect the return for the total of continuing and discontinuing operations. The graphs also show the change in the earnings of the previous Managing Director for the periods up to 30th April, 2019. From 30th April 2019, the base earnings figure in the graphs is the amount earned by each Managing Director.

Element of Pay	**2022 £'000**	**2023 £'000**	**2024 £'000**	**2025 £'000**	**2026 £'000**
Managing Directors' base earnings	**374**	**406**	**435**	**451**	**465**

For reference, the TSR of Goodwin PLC versus the FTSE 100 and the FTSE 250 is shown below for not only the last five but also the last ten years and the last twenty years. These figures reflect the return for the total of continuing and discontinuing operations.

	Goodwin	**FTSE 100**	**FTSE 350**
TSR for last 5 years	349%	79%	68%
TSR for last 10 years	633%	143%	133%
TSR for last 20 years	2,965%	264%	269%

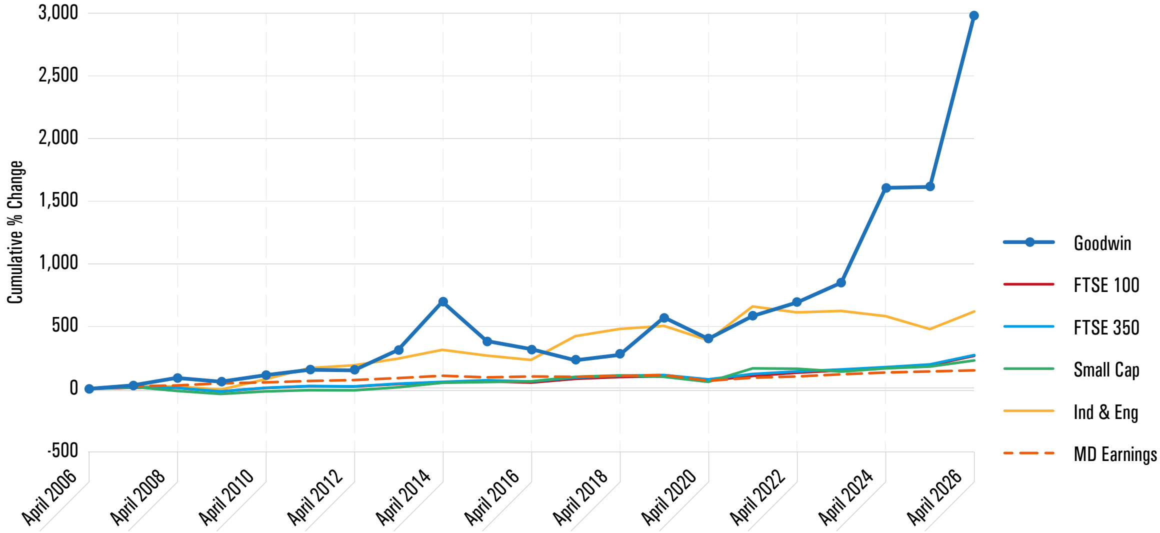
The following graphs have not been audited.

DIRECTORS' REMUNERATION POLICY AND REPORT *(continued)*

Annual Directors' Remuneration Report *(continued)*

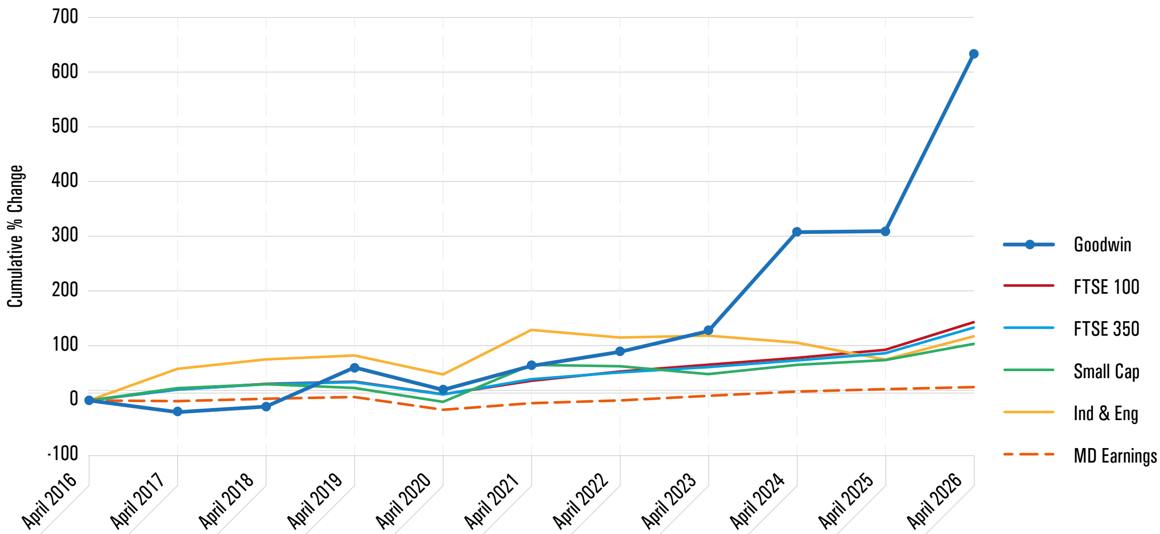
Total Shareholder Return (TSR)
20 Years ended 30th April 2026

The increase in the Goodwin PLC share price since 2006 plus dividends re-invested would mean that £1.00 invested in 2006 by 30th April, 2025 would be worth £30.65.



Total Shareholder Return (TSR)
10 Years ended 30th April 2026

The increase in the share price since 2016 plus dividends re-invested would mean that £1.00 invested in 2016 would at 30th April, 2026 be worth £7.33.



DIRECTORS' REMUNERATION POLICY AND REPORT *(continued)*

Annual Directors' Remuneration Report *(continued)*

The auditor is required to report on the following information contained in this section of the Annual Directors' Remuneration Report.

Directors' interests in the share capital of the Company as well as ex Directors – audited

The interests of the Directors in the share capital of the Company at the beginning and end of the financial year were as follows:

	Number of 10p ordinary shares	
	30th April 2026	30th April 2025
Beneficial		
M. S. Goodwin	**31,832**	54,535
S. R. Goodwin	**36,005**	59,633
T. J. W. Goodwin	**79,778**	102,686
B. R. E. Goodwin	**12,906**	35,815
N. Brown	**445**	445
A. J. Deeth	**-**	-
A. M. Thomas	**1,219-**	
J. W. Goodwin*	**39,790**	43,703
R. S. Goodwin*	**13,659**	14,716
M. S. Goodwin, S. R. Goodwin, T. J. W. Goodwin & B. R. E. Goodwin**	**3,755,161**	3,755,161
Non-Beneficial		
J. W. Goodwin* and E. M. Goodwin	**14,166**	14,166

* J. W. Goodwin and R. S. Goodwin are ex-Directors of the Company and Audit Committee members until 30th April, 2025.

** Held via J. M. Securities (No 3) Limited.

Details of individual emoluments and compensation – audited

	Year ended 30th April, 2026				
Single Total Figure Table	**Salary**	**Benefits in kind**	**Pension contributions £'000**	**Non-Exec Director's fees £'000**	**Total £'000**
M. S. Goodwin	**458**	**7**	**-**	**-**	**465**
S. R. Goodwin	**458**	**7**	**-**	**-**	**465**
T. J. W. Goodwin	**329**	**6**	**-**	**-**	**335**
B. R. E. Goodwin	**412**	**7**	**-**	**-**	**419**
N. Brown	**326**	**15**	**6**	**-**	**347**
A. J. Deeth (appointed 28th October, 2025)	**154**	**1**	**4**		**159**
A. M. Thomas (appointed 28th October, 2025)	**131**	**1**	**4**		**136**
J. E. Kelly	**-**	**-**	**-**	**89**	**89**
C. A. McNamara	**-**	**-**	**-**	**56**	**56**
Total	**2,268**	**44**	**14**	**145**	**2,471**

	Year ended 30th April, 2025				
Single Total Figure Table	Salary	Benefits in kind	Pension contributions £'000	Non-Exec Director's fees £'000	Total £'000
M. S. Goodwin	446	5	-	-	451
S. R. Goodwin	446	5	-	-	451
T. J. W. Goodwin	320	5	-	-	325
B. R. E. Goodwin	401	5	-	-	406
N. Brown	203	14	6	-	223
J. E. Kelly	-	-	-	86	86
C. A. McNamara (appointed 2nd October, 2024)	-	-	-	32	32
Total	1,816	34	6	118	1,974

Benefits in kind consist of the provision of a fully expensed car, a cash alternative scheme, healthcare insurance or other services.

The employer's national insurance costs relating to the Directors' remuneration amounted to £284,000 *(2025: £264,000)*.

DIRECTORS' REMUNERATION POLICY AND REPORT *(continued)*

Pay Ratio of Managing Directors

In accordance with the Pay Ratio Regulations we are disclosing the comparison of our Managing Directors' pay with that of our average UK employees. It is appropriate that the Managing Directors' pay was used in the comparison as we do not have what is generally known as a Chief Executive Officer.

For the year ended 30th April, 2026 the pay for both the Managing Directors in the Single Total Pay Figure table is the same. If the figures are different in any subsequent year, the higher of the two figures will be used in the ratio pay comparison section.

The tables below show our Managing Directors' pay ratio at the 25th, median and 75th percentile of our UK employees as at 30th April, 2026:

Financial Year	Method	25th percentile pay ratio	Median pay ratio	75th percentile pay ratio
2026 ratios	Option A	13:1	9:1	7:1
2025 ratios	Option A	13:1	10:1	6:1
2024 ratios	Option A	14:1	10:1	7:1
2023 ratios	Option A	14:1	11:1	8:1
2022 ratios	Option A	14:1	11:1	8:1
2021 ratios	Option A	14:1	11:1	8:1
2020 ratios	Option A	12:1	10:1	7:1

Financial Year	Managing Directors £'000	25th percentile pay £'000	Median pay £'000	75th percentile pay £'000
2026 Total Pay	465	37	51	67
2025 Total Pay	451	34	46	63
2024 Total Pay	435	32	42	59
2023 Total Pay	406	29	38	52
2022 Total Pay	374	27	34	48
2021 Total Pay	355	26	33	45
2020 Total Pay	333	26	33	45

The 2026 pay ratio for the Managing Directors remains similar to the previous five years and significantly below the average pay ratio for other companies in the FTSE 350.

Furthermore, there are currently no intentions to align the pay ratio of the Group's Managing Directors with the FTSE 350 average.

Notes:

1. *Total pay has been calculated for each employee and, where applicable, prorated to calculate full-time equivalent pay. It includes payments that are taxable plus any employer pension contributions.*
2. *We offer competitive and fair rates of pay for all our UK employees taking into account personal circumstances.*
3. *We have opted for Option A of the pay ratio regulations as this is the preferred option under the regulations and also provides the most accurate data.*
4. *The above figures are based on the total pay as at 30th April, 2026.*

Total pension entitlements – unaudited

In line with the Government's requirements the Group administers a pension scheme for all UK employees including Executive Directors. Under this Auto Enrolment Pension arrangement each Executive Director is entitled to have an amount of 3% of gross remuneration paid into a pension scheme where they have direct dealings with the selected investment fund provider. The employee also contributes a minimum of 4% of remuneration to their fund. The pension contributions are to defined contribution pension schemes which are independent of the Company.

The Company has no obligations to make any payments in relation to pensions when a Director leaves service by nature of removal from office, resignation or retirement.

The Annual Directors' Remuneration Report was approved by the Board on 27th August, 2026 and is signed on its behalf by:

T. J. W. Goodwin
Director

M. S. Goodwin
Director

S. R. Goodwin
Director

STATEMENT OF DIRECTORS’ RESPONSIBILITIES IN RESPECT OF THE ANNUAL REPORT AND THE FINANCIAL STATEMENTS

The Directors are responsible for preparing the Strategic Report and the Report of the Directors’, the Directors’ Remuneration Report, the separate Corporate Governance Statement and the financial statements in accordance with applicable law and regulations.

Company law requires the Directors to prepare Group and Company financial statements for each financial year. The Directors have elected under company law and are required under the UK Listing Rules of the Financial Conduct Authority to prepare Group financial statements in accordance with UK-adopted International Accounting Standards. The Directors have elected under company law to prepare the Company financial statements in accordance with United Kingdom Generally Accepted Accounting Practice (United Kingdom Accounting Standards and applicable law).

The Group financial statements are required by law and UK-adopted International Accounting Standards to present fairly the financial position and performance of the Group; the Companies Act 2006 provides in relation to such financial statements that references in the relevant part of that Act to financial statements giving a true and fair view are references to their achieving a fair presentation.

Under company law the Directors must not approve the financial statements unless they are satisfied that they give a true and fair view of the state of affairs of the Group and the Company and of the profit and loss of the Group for that period. In preparing each of the Group and Company financial statements, the Directors are required to:

a. select suitable accounting policies and then apply them consistently;

b. make judgements and estimates that are reasonable and prudent;

c. for the Group financial statements, state whether they have been prepared in accordance with UK-adopted International Accounting Standards;

d. for the Company financial statements, state whether they have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and

e. prepare the financial statements on the going concern basis unless it is inappropriate to presume that the Group and the Company will continue in business.

The Directors are responsible for keeping adequate accounting records that are sufficient to show and explain the Group and the Company’s transactions and disclose with reasonable accuracy at any time the financial position of the Group and the Company and enable them to ensure that the financial statements and the Directors’ Remuneration Report comply with the Companies Act 2006. They are responsible for safeguarding the assets of the Group and the Company and hence for taking reasonable steps for the prevention and detection of fraud and other irregularities.

Directors’ statement pursuant to the Disclosure and Transparency Rules

Each of the Directors, whose names are listed on page 26, confirm that to the best of each person’s knowledge:

a. the financial statements, prepared in accordance with the applicable set of accounting standards, give a true and fair view of the assets, liabilities, financial position and profit of the Company and the undertakings included in the consolidation taken as a whole; and

b. the Strategic Report contained in the Annual Report includes a fair review of the development and performance of the business and the position of the Company and the undertakings included in the consolidation taken as a whole, together with a description of the principal risks and uncertainties that they face.

The Directors are responsible for the maintenance and integrity of the corporate and financial information included on the Goodwin PLC website.

Legislation in the United Kingdom governing the preparation and dissemination of financial statements may differ from legislation in other jurisdictions.

T. J. W. Goodwin *Director*	M. S. Goodwin *Director*	S. R. Goodwin *Director*	27th August, 2026

INDEPENDENT AUDITOR'S REPORT
to the members of Goodwin PLC

Opinion

We have audited the financial statements of Goodwin PLC (the 'parent Company') and its subsidiaries (the 'Group') for the year ended 30 April 2026 which comprise the Consolidated Statement of Profit and Loss, the Consolidated Statement of Comprehensive Income, the Consolidated Balance Sheet, the Consolidated Statement of Changes in Equity, the Consolidated Statement of Cash Flows, the Company Balance Sheet, the Company Statement of Changes in Equity and notes to the financial statements, including significant accounting policies. The financial reporting framework that has been applied in the preparation of the Group financial statements is applicable law and UK-adopted International Accounting Standards. The financial reporting framework that has been applied in the preparation of the parent Company financial statements is applicable law and United Kingdom Accounting Standards including Financial Reporting Standard 101 "Reduced Disclosure Framework" (United Kingdom Generally Accepted Accounting Practice).

In our opinion:

- the financial statements give a true and fair view of the state of the Group's and of the parent Company's affairs as at 30 April 2026 and of the Group's profit for the year then ended;
- the Group financial statements have been properly prepared in accordance with UK-adopted International Accounting Standards;
- the parent Company financial statements have been properly prepared in accordance with United Kingdom Generally Accepted Accounting Practice; and
- the financial statements have been prepared in accordance with the requirements of the Companies Act 2006.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (UK) (ISAs (UK)) and applicable law. Our responsibilities under those standards are further described in the Auditor's responsibilities for the audit of the financial statements section of our report. We are independent of the Group and parent Company in accordance with the ethical requirements that are relevant to our audit of the financial statements in the UK, including the FRC's Ethical Standard as applied to listed public interest entities, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Summary of our audit approach

Key audit matters	***Group*** Proposed sale of the Mechanical Division Revenue recognition – revenue recognised over time and point in time Carrying Value of the Duvelco cash generating unit (CGU) ***Parent Company*** No key audit matters identified in relation to the parent Company.
Materiality	**Group** Overall materiality: £2,770,000 (2025 : £1,430,000) Performance materiality: £2,080,000 (2025 : £1,070,000) **Parent Company** Overall materiality: £2,500,000 (2025: £3,020,000) Performance materiality: £1,870,000 (2025: £2,265,500)
Scope	Our audit procedures covered 81% of revenue, 79% of net assets and 79% of profit before tax.

Key audit matters

Key audit matters are those matters that, in our professional judgement, were of most significance in our audit of the Group and parent Company financial statements of the current period and include the most significant assessed risks of material misstatement (whether or not due to fraud) we identified, including those which had the greatest effect on the overall audit strategy, the allocation of resources in the audit and directing the efforts of the engagement team. These matters were addressed in the context of our audit of the Group and parent Company financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Proposed sale of the Mechanical Division

Key audit matter description	Refer to accounting policies in note 1, accounting estimates and judgements in note 2 and note 3. As detailed in the Chairman's Report, the Board have been undertaking a Strategic Review of the business which commenced during the year. This review encompassed a number of options including the disposal of the trade and assets of the Mechanical Division. As at the year end, the Board had concluded that the transaction had progressed to a level whereby the criteria for the assets to be treated as held for sale and the results to be classified as discontinued under IFRS5 "Non Current Assets Held for Sale and Discontinued Operations" had been met As a result of this, there was a substantial re-presentation of the financial statements required (including the comparatives) and management were required to assess whether any of these assets required impairment. There were a number of additional impacts as a result of this including whether the consideration of hedging effectiveness under IFRS9 "Financial Instruments" was still met. Judgement is required in considering these risks and appropriate disclosures should be made in the financial statements. This has been determined to be a key audit matter due to the significant level of judgement involved and the audit resources utilised in addressing this risk.
How the matter was addressed in the audit	We assessed the disclosures made in the financial statements and other announcements with regards to the proposed transaction and the resulting impact on the financial statements. We challenged the judgements made in assessing whether the IFRS5 and IFRS9 respective criteria had been / continued to be met. In considering the accounting adjustments and disclosures we obtained management's workings for the re-presentation of the financial statements and their assessment of the hedging effectiveness. We: • Assessed compliance with the requirements of IFRS 5 and IFRS9; • Reviewed documentation surrounding the proposed transaction including board minutes and underlying agreements to assess whether they supported management's assessment; • Challenged the assumptions used in the calculations made; and • Reviewed the disclosures in the financial statements.
Key observations	Based on our procedures, we concluded that the proposed sale of the mechanical division should be treated as held for sale and a discontinued activity in the financial statements.

Revenue recognition – Revenue recognised over time

Key audit matter description	Refer to accounting policies in note 1, accounting estimates and judgements in note 2 and note 5. Revenue underpins the key measures of performance of the Group. As a profit-orientated business, we considered the risk of fraud in the recognition of revenue. We identified that there was a heightened risk of misstatement around the year end through inappropriate application of the Group's revenue recognition policies and revenue transactions being recognised in the wrong period. The Group has contracts with customers under which revenue is recognised over time. Revenue recognised in the year on these contracts amounted to £148,656,381. Estimates are made by management based on work completed for each contract and costs to complete. Revenue is recognised with an associated adjustment made to cost of sales to adjust the level of profits recognised on the contract to be in line with the percentage stage of completion. Associated contract assets, liabilities and work in progress are recognised where applicable on these contracts. There is a risk that revenue could be misstated through: - inappropriate application of the Group's revenue recognition policies; - the high level of estimation uncertainty in recognising revenue on over time contracts which remain open at year end; or - modifications in contractual arrangements, such as variations and settlements of claims. This has been determined to be a key audit matter due to the significant level of judgement involved and the audit resource utilised in addressing this risk.
How the matter was addressed in the audit	We assessed whether revenue was recognised in line with the Group's revenue recognition policies and IFRS 15 'Revenue from contracts with customers'. We undertook tests of details on contracts that have been completed in the year and those open at the year end. We considered management's estimates of the stage of completion for open contracts at the period end, substantively testing supporting schedules, including verification of contractual terms. We challenged operational management and project engineers via discussions on the key assumptions, variances identified and reviewed historical budgeting accuracy. Specific challenge was made in respect of the timing of profit recognition and the recognition of clawback provisions in respect of cost uncertainty. For all contracts selected we tested the associated contract assets and contract liabilities. We checked the associated adjustments to revenue were appropriate for the period through our contract testing procedures. We reviewed the disclosures associated with revenue recognition.
Key observations	In concluding our audit, we identified misstatements in excess of the trivial threshold relating to revenue contracts. Where misstatements were identified, we reported these to those charged with governance. The unadjusted misstatements relating to revenue contracts were below overall materiality. These adjustments, if corrected, would serve to increase reported profit for the period.

Carrying value of the Duvelco cash generating unit (CGU)

Key audit matter description	Refer to accounting policies in note 1, accounting estimates and judgements in note 2 and note 16. During FY26, Duvelco achieved a significant milestone by transitioning from the research and development phase into commercial operation, with the Ducoya production facility becoming operational in December 2025. The business completed its first external sale during the year, albeit of a nominal value, to

facilitate customer qualification and testing. Whilst commercial revenues remain at an early stage, the project has now progressed beyond development and into commercialisation, providing further evidence of the recoverability of the underlying assets. The total value capitalised within the Duvelco CGU is £26.6m, comprising both development expenditure and the related production facility assets.

Notwithstanding the progress made, significant judgement remains in assessing the future commercial success of the project. Key risks and uncertainties include:

Judgement is required in considering these risks and appropriate disclosures should be made in the financial statements.
This has been determined to be a key audit matter due to the significant level of judgement involved and the audit resourced utilised in addressing this risk.

- The conversion of customer qualification programmes into recurring commercial sales, given the lengthy approval and testing processes typical within aerospace, semiconductor and other high-specification markets.
- The ability to consistently manufacture product meeting exact customer specifications, noting all finished goods remain fully provided at year-end pending successful qualification.
- Slower-than-anticipated market adoption and customer penetration, particularly as Duvelco is a new entrant competing against established market participants.
- Future production constraints arising from the current environmental permit limit of approximately 95 tonnes per annum, should demand exceed existing capacity.

Judgement is required in considering these risks and appropriate disclosures should be made in the financial statements.
This has been determined to be a key audit matter due to the significant level of judgement involved and the audit resourced utilised in addressing this risk.

How the matter was addressed in the audit

We assessed the appropriateness of capitalisation of development costs and capital expenditure in Duvelco and the resulting carrying value as a risk due to the impact on reported earnings. We challenged the judgements made in assessing whether the IAS 38 and IAS 16 criteria for capitalisation had been met.

In considering the viability of Duvelco, we have understood and assessed the process by which the Group has concluded on: the ability of the production facility to deliver as expected; and reviewed the market analysis and the actions taken to penetrate the key market sectors.

We obtained management's impairment model for the Duvelco CGU and undertook audit procedures included below, we:

- Assessed compliance with the requirements of IAS 36 'Impairment of assets';
- Analysed the structure and integrity of the model and the mathematical accuracy;
- Challenged the main forecasting assumptions used which included expected revenues (amounts and timing), margin and the discount rate;
- Performed sensitivity analysis in assessing the risks of impairment;
- Corroborated assumptions through discussions with operational and technical management which included visiting the new production facility;
- Obtained and reviewed the report undertaken by management's expert which considered the market opportunity for the product across a number of industries;
- Obtained market information and data to consider the potential market

	sectors applicable to the product; and • Reviewed the disclosures in the financial statements.
Key observations	Based on our procedures, we concluded that the capitalisation and carrying values in the financial statements were appropriate. The associated disclosures are acceptable.

Our application of materiality

When establishing our overall audit strategy, we set certain thresholds which help us to determine the nature, timing and extent of our audit procedures. When evaluating whether the effects of misstatements, both individually and on the financial statements as a whole, could reasonably influence the economic decisions of the users we take into account the qualitative nature and the size of the misstatements. Based on our professional judgement, we determined materiality as follows:

	Group	Parent Company
Overall materiality	£2,770,000 (2025: £1,430,000)	£3,020,000 (2025: £3,130,000)
Basis for determining overall materiality	4.9% of two year average profit before tax.	1.6% of total assets As a component of the Group audit, which excludes items eliminated on consolidation, the parent Company materiality is restricted to £2,500,000 (2025: £1,100,000).
Rationale for benchmark applied	Profit before tax is considered the key benchmark of the Group. We have normalised this over a two year period to reflect the fact that some revenue contracts span multiple periods.	Total assets is considered the key benchmark of the parent Company as the entity relies on its investments as a non-revenue generating entity.
Performance materiality	£2,080,000 (2025: £1,070,000)	£1,870,000 (2025: £2,265,000)
Basis for determining performance materiality	75% of overall materiality	75% of overall materiality
Reporting of misstatements to the Audit Committee	Misstatements in excess of £138,000 and misstatements below that threshold that, in our view, warranted reporting on qualitative grounds.	Misstatements in excess of £125,000 and misstatements below that threshold that, in our view, warranted reporting on qualitative grounds.

An overview of the scope of our audit

The Group consists of 33 components, located in the following countries:

United Kingdom	China
Germany	South Korea
India	Brazil
South Africa	Australia
Thailand	Finland
Ghana	

The coverage achieved by our audit procedures was:

	Number of components	Revenue	Net assets	Profit before tax
Full scope audit	11	81%	79%	79%
Total	**11**	**81%**	**79%**	**79%**

Of the above, full scope audits for four components were undertaken by component auditors.

The impact of climate change on the audit

In planning our audit, we considered the potential impact of the possible risks arising from climate change on the Group's and the Company's financial statements and obtained an understanding of how management identifies and responds to climate-related risks. Further information on management's risk assessment, progress and commitments is provided in the Group's climate-related risk disclosures on pages 19 to 25 of the Annual Report.

We performed risk assessment procedures including making enquiries of management, reading board minutes and applying our knowledge of the Group and the Company and the sector within which it operates, to assess the potential impact on the financial statements.

Taking account of the nature of the business, the extent of the headroom in impairment testing, and useful economic lives of tangible / intangible assets to changing regulation, weather patterns or business activities, we have not assessed climate-related risk to be significant to our audit. There was also no impact on our key audit matters.

In accordance with our obligations with regards to other information, we have read the Group's climate-related risk disclosures on pages 19 to 25 of the Annual Report and in doing so have considered whether those disclosures are materially inconsistent with the financial statements or our knowledge obtained during the course of the audit, or otherwise appear to be materially misstated.

We have not been engaged to provide assurance over the accuracy of the climate-related risk disclosures set out on pages 19 to 25 in the Annual Report.

Conclusions relating to going concern

In auditing the financial statements, we have concluded that the Directors' use of the going concern basis of accounting in the preparation of the financial statements is appropriate. Our evaluation of the Directors' assessment of the Group's and parent Company's ability to continue to adopt the going concern basis of accounting included:

- Review of management's approved Board paper which sets out the going concern basis, key forecasting assumptions, sensitivities and conclusion;
- Obtained copies of management's forecasts and sensitivity analysis for the Group and checked the mathematical accuracy of the forecasts;
- Understood and reviewed the results of the annual budget review process, including submissions from the UK and overseas businesses which were approved by the Board, comparing the forecasts to historical trading results and the key assumptions for expected growth, margin improvement and capital expenditure plans;
- Undertook our own stress test to consider circumstances under which headroom would be eroded;
- Verified the committed funding available to the Group and parent Company for the forecast period and the headroom this provided.

Based on the work we have performed, we have not identified any material uncertainties relating to events or conditions that, individually or collectively, may cast significant doubt on the Group's or the parent Company's ability to continue as a going concern for a period of at least twelve months from when the financial statements are authorised for issue.

In relation to the entity reporting on how they have applied the UK Corporate Governance Code, we have nothing material to add or draw attention to in relation to the Directors' statement in the financial statements about whether the Directors considered it appropriate to adopt the going concern basis of accounting.

Our responsibilities and the responsibilities of the Directors with respect to going concern are described in the relevant sections of this report.

Other information

The other information comprises the information included in the Annual Report other than the financial statements and our auditor's report thereon. The Directors are responsible for the other information contained within the Annual Report. Our opinion on the financial statements does not cover the other information and, except to the extent otherwise explicitly stated in our report, we do not express any form of assurance conclusion thereon.

Our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the course of the audit or otherwise appears to be materially misstated. If we identify such material inconsistencies or apparent material misstatements, we are required to determine whether this gives rise to a material misstatement in the financial statements themselves. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact.

We have nothing to report in this regard.

Opinions on other matters prescribed by the Companies Act 2006

In our opinion, the part of the Directors' remuneration report to be audited has been properly prepared in accordance with the Companies Act 2006.

In our opinion, based on the work undertaken in the course of the audit:

- the information given in the Strategic Report and the Directors' Report for the financial year for which the financial statements are prepared is consistent with the financial statements; and
- the Strategic Report and the Directors' Report have been prepared in accordance with applicable legal requirements.

Matters on which we are required to report by exception

In the light of the knowledge and understanding of the Group and the parent Company and their environment obtained in the course of the audit, we have not identified material misstatements in the Strategic Report or the Directors' Report.

We have nothing to report in respect of the following matters in relation to which the Companies Act 2006 requires us to report to you if, in our opinion:

- adequate accounting records have not been kept by the parent Company, or returns adequate for our audit have not been received from branches not visited by us; or
- the parent Company financial statements and the part of the Directors' remuneration report to be audited are not in agreement with the accounting records and returns; or
- certain disclosures of Directors' remuneration specified by law are not made; or
- we have not received all the information and explanations we require for our audit.

Corporate governance statement

We have reviewed the Directors' statement in relation to going concern, longer-term viability and that part of the Corporate Governance Statement relating to the parent Company's compliance with the provisions of the UK Corporate Governance Code specified for our review by the Listing Rules.

Based on the work undertaken as part of our audit, we have concluded that each of the following elements of the Corporate Governance Statement is materially consistent with the financial statements and our knowledge obtained during the audit:

- Directors' statement with regards the appropriateness of adopting the going concern basis of accounting and any material uncertainties identified set out on pages 27 to 28;
- Directors' explanation as to their assessment of the Group's prospects, the period this assessment covers and why the period is appropriate set out on page 28;
- Director's statement on whether it has a reasonable expectation that the Group will be able to continue in operation and meet its liabilities set out on page 28;
- Directors' statement on fair, balanced and understandable set out on page 26;
- Board's confirmation that it has carried out a robust assessment of the emerging and principal risks set out on page 14 and 15;
- Section of the Annual Report that describes the review of effectiveness of risk management and internal control systems set out on page 31; and,
- Section describing the work of the Audit Committee set out on page 33.

Responsibilities of Directors

As explained more fully in the Directors' responsibilities statement set out on page 44, the Directors are responsible for the preparation of the financial statements and for being satisfied that they give a true and fair view, and for such internal control as the Directors determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Directors are responsible for assessing the Group's and the parent Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Directors either intend to liquidate the Group or the parent Company or to cease operations, or have no realistic alternative but to do so.

Auditor's responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs (UK) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

The extent to which the audit was considered capable of detecting irregularities, including fraud

Irregularities are instances of non-compliance with laws and regulations. The objectives of our audit are to obtain sufficient appropriate audit evidence regarding compliance with laws and regulations that have a direct effect on the determination of material amounts and disclosures in the financial statements, to perform audit procedures to help identify instances of non-compliance with other laws and regulations that may have a material effect on the financial statements, and to respond appropriately to identified or suspected non-compliance with laws and regulations identified during the audit.

In relation to fraud, the objectives of our audit are to identify and assess the risk of material misstatement of the financial statements due to fraud, to obtain sufficient appropriate audit evidence regarding the assessed risks of material misstatement due to fraud through designing and implementing appropriate responses and to respond appropriately to fraud or suspected fraud identified during the audit.

However, it is the primary responsibility of management, with the oversight of those charged with governance, to ensure that the entity's operations are conducted in accordance with the provisions of laws and regulations and for the prevention and detection of fraud.

In identifying and assessing risks of material misstatement in respect of irregularities, including fraud, the Group audit engagement team and component auditors:

- obtained an understanding of the nature of the industry and sector, including the legal and regulatory frameworks that the Group and parent Company operates in and how the Group and parent Company are complying with the legal and regulatory frameworks;
- inquired of management, and those charged with governance, about their own identification and assessment of the risks of irregularities, including any known actual, suspected or alleged instances of fraud;
- discussed matters about non-compliance with laws and regulations and how fraud might occur, including assessment of how and where the financial statements may be susceptible to fraud, as defined in ISA 250B: having obtained an understanding of the overall control environment.

All relevant laws and regulations identified at a Group level and areas susceptible to fraud that could have a material effect on the financial statements were communicated to component auditors. Any instances of non-compliance with laws and regulations identified and communicated by a component auditor were considered in our audit approach.

The most significant laws and regulations were determined as follows:

Legislation / Regulation	Additional audit procedures performed by the Group audit engagement team and component auditors included:
IFRS/FRS101 and Companies Act 2006 / Listing Rules	Review of the financial statement disclosures and testing to supporting documentation. Completion of disclosure checklists to identify areas of non-compliance.
Tax compliance regulations	Input from a tax specialist was obtained regarding transfer pricing and deferred taxes. Consideration of whether any matter identified during the audit required reporting to an appropriate authority outside the entity.
Manufacturing and operational regulations	ISAs limit the required audit procedures to identify non-compliance with these laws and regulations to inquiry of management and where appropriate, those charged with governance (as noted above) and inspection of legal and regulatory correspondence, if any. We have completed these procedures which included discussions with the Group's Legal Counsel.

The areas that we identified as being susceptible to material misstatement due to fraud were:

Risk	Audit procedures performed by the audit engagement team:
Revenue recognition – over time sales	See the key audit matters section of this report for work performed over this risk. We also performed the following testing: Transactions posted to nominal ledger codes outside of the normal revenue cycle were identified using a data analytic tool and investigated.
Revenue recognition – point in time sales	Transactions posted to nominal ledger codes outside of the normal revenue cycle were identified using a data analytic tool and investigated. Revenues at the period end were tested to identify revenue recognised in the incorrect period.
Management override of controls	Testing the appropriateness of journal entries and other adjustments; Assessing whether the judgements made in making accounting estimates are indicative of a potential bias; and Evaluating the business rationale of any significant transactions that are unusual or outside the normal course of business.

A further description of our responsibilities for the audit of the financial statements is located on the Financial Reporting Council's website at: http://www.frc.org.uk/auditorsresponsibilities. This description forms part of our auditor's report.

Other matters which we are required to address

Following the recommendation of the Audit Committee, we were appointed by the Board of Directors on 19 March 2021 to audit the financial statements for the year ending 30 April 2021 and subsequent financial periods.

The period of total uninterrupted consecutive appointments is six years, covering the years ended 30 April 2021 to 30 April 2026.

The non-audit services prohibited by the FRC's Ethical Standard were not provided to the Group or the parent Company and we remain independent of the Group and the parent Company in conducting our audit.

Our audit opinion is consistent with the additional report to the Audit Committee in accordance with ISAs (UK).

Use of our report

This report is made solely to the Company's members, as a body, in accordance with Chapter 3 of Part 16 of the Companies Act 2006. Our audit work has been undertaken so that we might state to the Company's members those matters we are required to state to them in an auditor's report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the Company and the Company's members as a body, for our audit work, for this report, or for the opinions we have formed.

As required by the Financial Conduct Authority (FCA) Disclosure Guidance and Transparency Rules, these financial statements form part of the Annual Financial Report prepared in Extensible Hypertext Markup Language (XHTML) format, and filed on the National Storage Mechanism of the UK FCA. This auditor's report provides no assurance over whether the Annual Financial Report has been prepared in XHTML format.

ANDREW ALLCHIN FCA (Senior Statutory Auditor)
For and on behalf of RSM UK Audit LLP, Statutory Auditor
Chartered Accountants
Festival Way
Festival Park
Stoke-on-Trent
ST1 5BB
27 August 2026

GOODWIN PLC

CONSOLIDATED STATEMENT OF PROFIT AND LOSS

for the year ended 30th April, 2026

	Note	2026 £'000	* 2025 £'000
CONTINUING OPERATIONS			
Revenue	4, 5	**68,862**	67,287
Cost of sales		**(36,118)**	(36,336)
GROSS PROFIT		**32,744**	30,951
Selling and distribution costs		**(6,446)**	(5,281)
Administrative expenses		**(16,361)**	(13,648)
OPERATING PROFIT		**9,937**	12,022
Finance income**	8	**970**	1,239
Finance costs**	8	**(87)**	(1,078)
Share of profit of associate company	15	**64**	65
PROFIT BEFORE TAXATION AND MOVEMENT IN FAIR VALUE OF INTEREST RATE SWAP		**10,884**	12,248
Year-on-year unrealised gain / loss on 10 year interest rate swap derivative		**49**	(1,257)
PROFIT BEFORE TAXATION	6	**10,933**	10,991
Tax on profit	9	**(2,948)**	(2,665)
PROFIT AFTER TAXATION FROM CONTINUING OPERATIONS		**7,985**	8,326
PROFIT AFTER TAXATION FROM DISCONTINUED OPERATIONS	3	**49,960**	17,852
PROFIT FOR THE YEAR		**57,945**	26,178
ATTRIBUTABLE TO:			
From continuing operations		**6,432**	7,037
From discontinued operations		**49,022**	17,532
Equity holders of the parent		**55,454**	24,569
ATTRIBUTABLE TO:			
From continuing operations		**1,553**	1,289
From discontinued operations		**938**	320
Non-controlling interests		**2,491**	1,609
PROFIT FOR THE YEAR		**57,945**	26,178
From continuing operations		**85.65p**	93.71p
From discontinued operations		**652.79p**	233.46p
BASIC AND DILUTED EARNINGS PER ORDINARY SHARE (in pence)	10	**738.44p**	327.17p

* The comparative figures have been restated to present those of the sale of the Mechanical Engineering Division as discontinued operations. Further details are included in note 3.

** The results of the discontinued operations include Goodwin Steel Castings Limited, Goodwin International Limited, Noreva GmbH, Easat Group and the Pump Division.

The notes on pages 60 to 120 form part of these financial statements.

GOODWIN PLC

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

for the year ended 30th April, 2026

	2026	2025
	£'000	£'000
PROFIT FOR THE YEAR	**57,945**	26,178
OTHER COMPREHENSIVE INCOME / (EXPENSE)		
ITEMS THAT MAY BE RECLASSIFIED SUBSEQUENTLY TO PROFIT AND LOSS:		
Foreign exchange translation differences	**(578)**	(1,852)
Cash flow hedges – effective portion of changes in fair value	**650**	5,513
Cash flow hedges – amounts transferred to profit and loss	**(2,801)**	(1,593)
Cash flow hedges – deferred tax credit / (charge)	**538**	(806)
Cost of hedging – changes in fair value	**127**	(97)
Cost of hedging – amounts transferred to profit and loss	**313**	209
Cost of hedging – deferred tax charge	**(110)**	(33)
OTHER COMPREHENSIVE INCOME FOR THE YEAR NET OF INCOME TAX	**(1,861)**	1,341
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	**56,084**	27,519
ATTRIBUTABLE TO:		
From continuing operations	**5,204**	9,891
From discontinuing operations	**48,253**	15,979
Equity holders of the parent	**53,457**	25,870
ATTRIBUTABLE TO:		
From continuing operations	**1,689**	1,258
From discontinuing operations	**938**	391
Non-controlling interests	**2,627**	1,649
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	**56,084**	27,519

The notes on pages 60 to 120 form part of these financial statements.

A statement of comprehensive income for discontinued operations is included on page 70.

GOODWIN PLC

CONSOLIDATED BALANCE SHEET

at 30th April, 2026

	Note	2026 £'000	2025 £'000
NON-CURRENT ASSETS			
Property, plant and equipment	12	**50,948**	116,832
Right-of-use assets	13	**1,372**	6,055
Investment in associate	15	**722**	775
Intangible assets	16	**15,748**	27,670
Derivative financial assets	17	**3,892**	6,061
		72,682	157,393
CURRENT ASSETS			
Inventories	18	**14,925**	39,096
Contract assets	5	**295**	24,310
Trade and other receivables	19	**14,220**	42,390
Corporation tax receivable		**-**	1,583
Derivative financial assets	17	**1,495**	4,457
Cash and cash equivalents	20	**14,128**	16,643
		45,063	128,479
ASSETS CLASSIFIED AS HELD FOR SALE	3	**205,725**	-
TOTAL ASSETS		**323,470**	285,872
CURRENT LIABILITIES			
Borrowings	21	**348**	16,420
Contract liabilities*	5	**386**	34,750
Trade and other payables	22	**12,546**	37,159
Corporation tax payable		**3,390**	1,092
Derivative financial liabilities	23	**43**	256
Provisions for liabilities and charges	24	**-**	223
		16,713	89,900
LIABILITIES CLASSIFIED AS HELD FOR SALE	3	**160,233**	-
NON-CURRENT LIABILITIES			
Borrowings	21	**1,082**	15,707
Contract liabilities*	5	**-**	20,412
Derivative financial liabilities	23	**82**	428
Provisions for liabilities and charges	24	**-**	269
Deferred tax liabilities	25	**9,341**	16,948
		10,505	53,764
TOTAL LIABILITIES		**187,451**	143,664
NET ASSETS		**136,019**	142,208
EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT			
Share capital	26	**751**	751
Translation reserve	26	**(4,937)**	(4,223)
Cash flow hedge reserve	26	**2,057**	3,657
Cost of hedging reserve	26	**-**	(317)
Retained earnings		**132,771**	138,295
TOTAL EQUITY ATTRIBUTABLE TO EQUITY HOLDERS OF THE PARENT		**130,642**	138,163
NON-CONTROLLING INTERESTS	14	**5,377**	4,045
TOTAL EQUITY		**136,019**	142,208

* Contract liabilities are predominantly advance payments from customers.

These financial statements were approved by the Board of Directors on 27th August, 2026, and signed on its behalf by:

T. J. W. Goodwin *Director*   M. S. Goodwin *Director*   S. R. Goodwin *Director*

Company Registration Number: 305907

The notes on pages 60 to 120 form part of these financial statements.

GOODWIN PLC

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
for the year ended 30th April, 2026

	Share Capital £'000	Trans-lation reserve £'000	Cash flow hedge reserve £'000	Cost of hedging reserve £'000	Retained earnings £'000	Total attributable to equity holders of the parent £'000	Non-controlling interests £'000	Total equity £'000
YEAR ENDED 30TH APRIL, 2026								
Balance at 1st May, 2025 ...	**751**	**(4,223)**	**3,657**	**(317)**	**138,295**	**138,163**	**4,045**	**142,208**
Total comprehensive income:								
Profit for the year	-	-	-	-	55,454	55,454	2,491	57,945
Other comprehensive income:								
Foreign exchange translation differences	-	(714)	-	-	-	(714)	136	(578)
Effective portion of changes in fair value	-	-	615	121	-	736	41	777
Amounts reclassified to profit and loss	-	-	(2,749)	302	-	(2,447)	(41)	(2,488)
Deferred tax credit / (charge)	-	-	534	(106)	-	428	-	428
Other comprehensive income / (expense) for the year	**-**	**(714)**	**(1,600)**	**317**	**-**	**(1,997)**	**136**	**(1,861)**
TOTAL COMPREHENSIVE INCOME / (EXPENSE) FOR THE YEAR	**-**	**(714)**	**(1,600)**	**317**	**55,454**	**53,457**	**2,627**	**56,084**
Transactions with owners:								
Dividends paid	-	-	-	-	(60,978)	(60,978)	(1,295)	(62,273)
BALANCE AT 30TH APRIL, 2026	**751**	**(4,937)**	**2,057**	**-**	**132,771**	**130,642**	**5,377**	**136,019**

The notes on pages 60 to 120 form part of these financial statements.

GOODWIN PLC

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY (continued)
for the year ended 30th April, 2025

	Share Capital £'000	Translation reserve £'000	Share-based payment reserve £'000	Cash flow hedge reserve £'000	Cost of hedging reserve £'000	Retained earnings £'000	Total attributable to equity holders of the parent £'000	Non-controlling interests £'000	Total equity £'000
YEAR ENDED 30TH APRIL, 2025									
Balance at 1st May, 2024 ...	**751**	**(2,391)**	**-**	**633**	**(426)**	**123,714**	**122,281**	**4,369**	**126,650**
Total comprehensive income:									
Profit for the year	-	-	-	-	-	24,569	24,569	1,609	26,178
Other comprehensive income:									
Foreign exchange translation differences	-	(1,832)	-	-	-	-	(1,832)	(20)	(1,852)
Effective portion of changes in fair value	-	-	-	5,449	(81)	-	5,368	48	5,416
Ineffectiveness transferred to profit and loss	-	-	-	-	-	-	-	-	-
Amounts reclassified to profit and loss	-	-	-	(1,665)	226	-	(1,439)	55	(1,384)
Deferred tax (charge) / credit	-	-	-	(760)	(36)	-	(796)	(43)	(839)
Other comprehensive income / (expense) for the year	**-**	**(1,832)**	**-**	**3,024**	**109**	**-**	**1,301**	**40**	**1,341**
TOTAL COMPREHENSIVE INCOME / (EXPENSE) FOR THE YEAR	**-**	**(1,832)**	**-**	**3,024**	**109**	**24,569**	**25,870**	**1,649**	**27,519**
Transfers between reserves*	-	-	-	-	-	-	-	-	-
Transactions with owners:									
Dividends paid	-	-	-	-	-	(9,988)	(9,988)	(1,973)	(11,961)
BALANCE AT 30TH APRIL, 2025	**751**	**(4,223)**	**-**	**3,657**	**(317)**	**138,295**	**138,163**	**4,045**	**142,208**

The notes on pages 60 to 120 form part of these financial statements.

GOODWIN PLC

CONSOLIDATED STATEMENT OF CASH FLOWS

for the year ended 30th April, 2026

CONTINUING AND DISCONTINUED OPERATIONS	Note	2026 £'000	2025 £'000
CASH FLOW FROM OPERATING ACTIVITIES			
Profit after tax		**57,945**	26,178
Adjustments for:			
Depreciation of property, plant and equipment		**7,646**	6,663
Depreciation of right-of-use assets		**733**	1,346
Amortisation and impairment of intangible assets		**1,415**	1,580
Finance costs (net)		**1,167**	1,660
Currency losses		**(37)**	1,371
(Profit) / loss on sale of property, plant and equipment		**(73)**	126
Unrealised gain / (loss) on 10 year interest rate swap derivative		**(49)**	1,257
Share of profit of associate company		**(64)**	(65)
UK tax incentive credit on research and development		**(704)**	(573)
Tax expense		**19,606**	8,082
OPERATING CASH FLOW BEFORE CHANGES IN WORKING CAPITAL AND PROVISIONS		**87,585**	47,625
(Increase) / decrease in inventories		**(14,300)**	6,743
(Increase) in contract assets		**(7,365)**	(2,121)
(Increase) / decrease in trade and other receivables		**(11,941)**	(12,095)
Increase in contract liabilities		**15,376**	20,990
Increase in trade and other payables		**4,008**	6,100
CASH GENERATED FROM OPERATIONS		**73,363**	67,242
Interest received		**1,069**	1,340
Interest paid		**(2,790)**	(3,822)
Corporation tax paid		**(9,846)**	(6,566)
NET CASH INFLOW FROM OPERATING ACTIVITIES		**61,796**	58,194
CASH FLOW FROM INVESTING ACTIVITIES			
Proceeds from sale of property, plant and equipment		**384**	125
Acquisition of property, plant and equipment		**(13,306)**	(13,176)
Acquisition of intangible assets		**(260)**	(283)
Development expenditure capitalised		**(1,606)**	(2,832)
Dividend from associate company		**126**	156
NET CASH OUTFLOW FROM INVESTING ACTIVITIES		**(14,662)**	(16,010)
CASH FLOW FROM FINANCING ACTIVITIES			
Payment of capital element of lease liabilities		**(2,702)**	(6,073)
Dividends paid		**(60,978)**	(9,988)
Dividends paid to non-controlling interests		**(1,295)**	(1,973)
Proceeds from new loans		**66,000**	12,000
Repayment of loans		**(46,822)**	(49,837)
Change in bank overdrafts		**-**	(48)
NET CASH OUTFLOW / (INFLOW) FROM FINANCING ACTIVITIES		**(45,797)**	(55,919)
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS		**1,337**	(13,735)
Cash and cash equivalents at beginning of year		**16,643**	30,678
Effect of exchange rate fluctuations on cash held		**179**	(300)
CASH AND CASH EQUIVALENTS AT END OF YEAR	20	**18,159**	16,643

The notes on pages 60 to 120 form part of these financial statements.

Note 3 includes information on the cash flows for the discontinued operations.

1. Accounting policies

Goodwin PLC (the "Company") is incorporated in England and Wales.

The Group financial statements comprise those of the Company, its subsidiaries and its associate company (together referred to as the "Group"). The parent Company financial statements present information about the Company as a separate entity and not about its Group.

The Group's financial statements have been prepared in accordance with UK Company Law, UK adopted International Accounting Standards (IAS) and interpretations issued by the IFRS Interpretations Committee (IFRS IC) applicable to companies reporting under UK adopted IFRS.

The Company has elected to prepare its financial statements in accordance with Financial Reporting Standard (FRS) 101 issued in the UK. These are presented on pages 107 to 120.

The accounting policies set out below have been applied consistently to all periods presented in these Group financial statements.

In the application of these accounting policies, judgements made by the Directors, that have a significant effect on the financial statements and estimates with a possible significant risk of material adjustment in the next year, are discussed in note 2.

Discontinuing operations

As explained in the Chairman's statement and in note 3, the Board of Directors commenced a strategic review of its Mechanical Engineering Division, during the year, to consider a range of potential options to maximise value for shareholders, whilst ensuring continuity for all stakeholders, including customers and the long-term prosperity of its businesses. These options include the potential disposal of the Mechanical Engineering Division, which includes Goodwin Steel Castings Limited, Goodwin International Limited, Noreva GmbH, Easat Group and the Pump Division.

After reviewing the options available, the Board of Directors decided that the preferred course of action was to progress with a disposal of the Mechanical Engineering Division. Rothschild and Co were appointed as the Group's financial adviser to manage that process, engage with interested parties and invite offers for the businesses identified for disposal.

The Board of Directors has considered the provisions of IFRS 5 and consider that they have met the requirements for the Financial Statements to be prepared as required by the standard for Assets Held for Sale and discontinued operations.

The scope of the proposed disposal was determined following consideration of the level of interest expressed by external parties, together with an assessment of the strategic fit of the businesses and the value that could be realised for shareholders. Following the assessment, detailed financial, commercial and operational information was prepared to support the disposal process and enable the businesses identified for disposal to be separated from those intended to remain within the Group itself and for interested parties to undertake their evaluation of those businesses.

To comply with IFRS 5 Non-Current Assets Held for Sale and Discontinued Operations, the results of these businesses have been classified as discontinued operations in these financial statements. The profit and loss account has been restated for the previous period, in order to report the continuing operations on a comparable basis. The result from the discontinuing operations has been reported in one line on the income statement, with the detailed analysis of the profit and loss being included in note 3.

The balance sheet is not restated for the prior period. For the current period, the assets and liabilities of the disposal group are reported in separate lines on the consolidated balance sheet. The analysis of the disposal group's assets and liabilities is disclosed in note 3.

The non-current assets of the disposal group are stated at cost less depreciation and amortisation.

Other assets and liabilities of the disposal group are measured at amortised cost, with the exception of derivative assets and liabilities which are measured at fair value, in accordance with the Group's accounting policy.

The impairment review of the assets held for sale indicates that there is no need to impair the assets.

Going concern

The Directors, after having reviewed the Group forecasts and possible challenges that may occur over the short to medium term, are confident that the Group has adequate resources to continue to operate for at least twelve months from the date that these financial statements are approved and have continued to adopt the going concern principle in preparing the financial statements.

As at 30th April, 2026, the Group's gearing ratio stood at 22.4% *(2025: 9.9%)*, which is due to an increase in the Group's working capital by £15.9 million due to the significant increase in trading activity of the Group (29%) against a substantial shareholders' net worth of £131 million *(2025: £138 million)*. The retained reserves of the Group and the increased headroom in lender facilities put it in a strong position to deal with any material unforeseen adverse issues that may occur and have an impact on the Group's operations.

1. Accounting policies *(continued)*

Going concern *(continued)*

As part of the going concern process, the Group forecasts are stress tested by being subject to a number of severe but conceivable financial challenges to ensure that the Group finances remain robust throughout the period being tested. The stress test model begins with the Group forecasts, that have been consolidated from the individual forecasts generated by the Directors of each of the subsidiaries and reflects their specific knowledge of their business and the markets within which they operate, to ensure that the forecasts that they produce reflect the market conditions, the business strategy and expected outlook. Each of these subsidiary level forecasts is then reviewed, challenged and approved by the relevant Divisional Managing Director, who is immersed in each of these businesses to such an extent that they know and understand each of their markets.

As the Group is so diverse, with two divisions in different sectors and multiple products within each division, several stress test events are used to reduce the pre-tax profit forecasts by reducing revenues and consequently the pre-tax profit. Due to this diversity, it is feasible that one or two events could take place, but it is highly improbable that all the stress test events would occur at the same time.

The stress tests implemented reduced revenues and consequently pre-tax profits, which for these stress tests implemented reduced pre-tax profit by a combined amount of 66%, without reducing the discretionary capital expenditure programme, maintaining overheads at their current expected levels, maintaining the dividend policy and utilising the finance facilities at the same amounts that will be in place twelve months from the signing of these accounts. The results of the stress test modelling did not highlight any going concern issues, breaches of covenant need to reduce the discretionary capital expenditure, make any changes to overheads, reduce or cancel the payment of a dividend or the requirement for any further financing facilities in addition to those currently in place at the year end.

Whilst our carrying values of trade debtors and contract assets are significant, we see little risk here in terms of recovery due to the quality of the customers that the Group contracts with. Where possible, we credit insure the majority of our trade debtors and our pre-credit risk (work in progress), and for significant contracts where credit insurance is not available we ensure, where possible, that those contracts are backed by letters of credit or cash positive milestone payments.

As discussed elsewhere within these accounts, the Mechanical Engineering activity remains high and the Refractory Engineering segment continues to be buoyant and the Technological Division is still in its infancy but has significant potential.

The Board of Directors announced that it has commenced a strategic review during the year to consider a range of potential options to maximise value for shareholders whilst ensuring continuity for all stakeholders, including customers and the long-term prosperity of its business. These options include the sale of the Mechanical Engineering Division, which includes Goodwin Steel Castings Limited, Goodwin International Limited, Noreva GmbH, Easat Group and the Pump Division. A review of the continuing operations of the Group was undertaken to ensure that it could operate as a going concern if the potential sale was finalised, which the Board concluded that it could do so.

The Directors are confident that, whether this potential sale happens or not, the Group and Company will have sufficient funds to continue to meet their liabilities as they fall due for at least twelve months from the date of approval of the financial statements and therefore have prepared the financial statements on a going concern basis.

Measurement convention

The financial statements are rounded to the nearest thousand pounds. The financial statements are based on the historical cost basis, except where the measurement of balances at fair value is required, as below.

Basis of consolidation

Subsidiaries are entities controlled by the Group. Control exists when the Group has the power, directly or indirectly, to govern the financial and operating policies of an entity so as to obtain benefits from its activities. The Group controls an entity when it is exposed to, or has rights to, variable returns from its involvement with the entity and has the ability to affect those returns through its power over the entity. The financial statements of subsidiaries are included in the consolidated financial statements from the date that control commences until the date that control ceases.

Associates are those entities in which the Group has significant influence, but not control, over the financial and operating policies. Significant influence is presumed to exist when the Group holds between 20 and 50 percent of the voting power of another entity. Associates are accounted for using the equity method and are initially recognised at cost. The Group's investment includes goodwill identified on acquisition, net of any accumulated impairment losses. The consolidated financial statements include the Group's share of the total recognised income and expense and equity movements of equity accounted investees, from the date that significant influence commences until the date that significant influence ceases. When the Group's share of losses exceeds its interest in an equity accounted investee, the Group's carrying amount is reduced to nil, and recognition of further losses is discontinued, except to the extent that the Group has incurred legal or constructive obligations or made payments on behalf of an investee.

1. Accounting policies *(continued)*

Foreign currency

The functional and presentational currency of the Group is Pound Sterling (£). Where foreign currency transactions are hedged, the transactions are recorded at their hedged rate. All other transactions in foreign currencies are translated into the respective functional currencies of the Group entities at the foreign exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are translated at the foreign exchange rate ruling at that date. Foreign exchange movements associated with hedged transactions are recognised in the cash flow hedge reserve, whilst non-hedged foreign exchange differences arising on translation are recognised in the statement of profit and loss within operating profit.

The assets and liabilities of foreign operations, including goodwill and fair value adjustments arising on consolidation, are translated to Sterling at foreign exchange rates ruling at the balance sheet date. The revenues and expenses of foreign operations are translated at an average rate for the period where this rate approximates to the foreign exchange rates ruling at the dates of the transactions.

Exchange differences arising from the translation of foreign operations are taken directly to the translation reserve. They are released into the statement of profit and loss upon disposal of the foreign operation.

New IFRS standards and interpretations adopted during 2025 / 2026

The IASB and IFRIC have not issued any new IFRS standards and interpretations to be adopted for the current financial year.

New IFRS standards and interpretations not adopted

Amendments to existing standards or new standards and interpretations that have been issued but are not yet effective and have not been adopted by the Group are listed below:

- Amendments to IFRS 9 and IFRS 7: Amendments to the Classification and Measurement of Financial Instruments (effective for periods commencing on or after 1st January 2026).
- Annual Improvements to IFRS Accounting Standards - Volume 11 (effective for periods commencing on or after 1st January 2026).
- IFRS 18 Presentation and Disclosure in Financial Statements (effective for periods commencing on or after 1st January 2027).

The impact of IFRS 18, which becomes effective for annual reporting periods beginning on or after 1 January 2027, is being evaluated, but the Group does not expect that it or any of the other standards, amendments or interpretations issued by the IASB, but not yet effective, will have a material impact on the financial statements once adopted.

Revenue

Revenue is recognised when a customer obtains control of the goods or services i.e. upon the satisfaction of a performance obligation. Judgement is required to determine the timing of the transfer of control, and whether it is at a point in time or over time. Where a contract contains several performance obligations then the contract is unbundled and each performance obligation is assessed separately.

Where the contract period is less than one year, the incremental costs of winning a contract are recognised as an expense, when they are incurred, in accordance with the practical expedient in IFRS15, paragraph 94.

Standard inventory product lines and consumables

These contracts are, typically, for the sale of slurry pumps within the Mechanical Engineering Division and for all of the Refractory Engineering Division products. The revenue here relates to standard products manufactured for sale. The performance obligation is satisfied and revenue recognised at the point when customers obtain control of the goods in accordance with the International Commercial (INCO) terms agreed. There are also bill and hold arrangements, where control passes to the customer once the customer confirms that the job has been completed, but where the goods are yet to be collected and remain at the Company premises.

Engineered bespoke products – performance obligations satisfied at a point in time

These contracts are typically for the Group's Mechanical Engineering Division, and contain sales orders which are customer bespoke, but permit the Group subsidiary to claim profit only on completion of the project or only the costs incurred to date in the event the customer activates the cancel for convenience clause within the contract. In such cases, the performance obligation is deemed to be met and revenue taken as order lines are shipped in accordance with the relevant shipping terms or via a bill and hold arrangement, whereby control passes to the customer, once the customer confirms that the job has been completed, but where the goods are yet to be collected, and remain at the Company premises.

1. Accounting policies *(continued)*

Revenue *(continued)*

Minimum period contracts for the provision of goods and services

Performance obligations are satisfied over time and revenue is recognised equally over the term of contracts for the supply of broadband related services and the rental of submersible pumps.

Engineered bespoke products – performance obligations satisfied over time

These contracts typically apply to the Group's Mechanical Engineering Division and covers sales orders which are customer bespoke, and have a cancel for convenience clause. This clause then permits the subsidiary company to claim profit as the project progresses over time to completion and, if the customer were to trigger the cancel for convenience clause within the contract, claim profit from the customer to that point in time. In such cases, the performance obligations are treated as satisfied over time (i.e. as the contract progresses) and revenue is taken based on the percentage completion of the contract by the creation of a contract asset. Work in progress is eliminated and replaced by a contract asset. Measuring progress requires judgement, as to the stage of completion of each job, and the production of forecasts of costs to complete, which contain allowances for technical risks and inherent uncertainties. The input method is considered to be the most appropriate, because costs are the significant indicator of the job performance and expected contract profitability. Using the input method, costs to date are factual and based on job cost records. As jobs progress through the factories, the cost estimate sheets, generated at order placement, are adjusted for known time-based or commodity-based variances. The cost estimate sheets are the source for the calculation of the total estimated costs on a job. At both senior and middle management level, there is a high level of continuity and expertise to interrogate the costings, to arrive at an appropriate assessment of the total costs on a job, and to then determine the percentage of completion for each contract. The contracts within the Group do not include variable consideration.

Contract modifications

Where the Group has modifications or variations to a contract, then these are included in the contract calculations only when there is a high probability that they are certain to occur, which the Group considers to be when there is a signed agreement in place.

Contract assets / contract liabilities

Contract assets represent the Group's rights to consideration for work completed but not invoiced at the reporting date for bespoke product contracts where, as part of the contract terms, there is a termination for convenience clause which, if invoked, allows the Group company to charge for profit earned to date. Contract assets are transferred to receivables when the rights to consideration become unconditional, which is generally when the Group invoices the customer. Where payments are received in advance and exceed the costs incurred in constructing the asset together with forecast margin earned, the balances are disclosed as contract liabilities.

Employment costs

Pension costs

The Group contributes to a defined contribution pension scheme for UK employees under an Auto Enrolment Pension arrangement as required by Government legislation. The assets of the scheme are held in independently administered funds. Group pension costs are charged to the statement of profit and loss in the year for which contributions are payable.

Contributions to the schemes are made on a monthly basis and at the end of the financial year there were one month's contributions outstanding, which were paid in the following month.

Termination costs

Employee termination costs are expended in the profit and loss figures in a year as soon as the expense is known, certain and is contractually payable.

1. **Accounting policies** *(continued)*

Finance income and costs

Finance costs comprise interest payable (together with the amortisation of any facility arrangement fees) and interest on lease liabilities using the effective interest method. Borrowing costs directly attributable to the acquisition, construction or production of an asset that takes a substantial time to be prepared for use are capitalised as part of the cost of that asset. Interest income and interest payable is recognised in the statement of profit and loss as it accrues.

Taxation

Tax on the profit and loss for the year comprises current and deferred tax. Tax is recognised in the statement of profit and loss except to the extent that it relates to items recognised, in other comprehensive income.

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantively enacted at the balance sheet date, and any adjustment to tax payable in respect of previous years.

Deferred tax is provided on temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. The following temporary differences are not provided for: the initial recognition of goodwill, the initial recognition of assets or liabilities that affect neither accounting nor taxable profit other than in a business combination, and differences relating to investments in subsidiaries to the extent that they will probably not reverse in the foreseeable future. The amount of deferred tax provided is based on the expected manner of realisation or settlement of the carrying amount of assets and liabilities, using tax rates enacted or substantively enacted at the balance sheet date.

Deferred tax liabilities are generally recognised for all taxable temporary differences but not recognised for taxable temporary differences arising on investments in subsidiaries, where the reversal of the temporary difference can be controlled and it is probable that the difference will not reverse in the foreseeable future.

A deferred tax asset is recognised only to the extent that it is probable that future taxable profits will be available against which the asset can be utilised.

Financial instruments

Measurement

Trade and other receivables, which do not contain a significant financing component, are measured, initially, at the transaction price. All other financial assets and liabilities are measured at fair value, on initial recognition.

Non-derivative financial assets are measured subsequently at amortised cost, if the objective is to hold them to collect contractual cash flows and their contractual terms include cash flows on specified dates, which are payments of principal and interest.

Impairment

The Group has elected to measure loss allowances for trade receivables and contract assets at an amount equal to lifetime expected credit losses (ECLs). Specific impairments are made when there is a known impairment need against trade receivables and contract assets. When estimating ECLs, the Group assesses reasonable, relevant and supportable information, which does not require undue cost or effort to produce. This includes quantitative and qualitative information and analysis, incorporating historical experience, informed credit assessments and forward-looking information. Loss allowances are deducted from the gross carrying amount of the assets. Where material, impairment losses related to trade and other receivables, including contract assets, are disclosed separately in the statement of profit and loss.

Principal non-derivative financial assets

Trade receivables

Trade receivables are amounts due from customers for goods sold or services performed in the ordinary course of business. They are recognised initially at the amount of consideration that is unconditional.

Trade receivables are held with the intention of collecting the contractual cash flows and are measured subsequently, therefore, at amortised cost.

Other financial assets

Other financial assets comprise, principally, short-term balances, which include sales taxes repayable to the Group. After being recognised initially at fair value, other receivables are measured, subsequently, at amortised cost. The carrying amount of other receivables is considered to be a reasonable approximation of their fair value.

Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and in hand, together with cash deposits with an original maturity of three months or less.

1. Accounting policies *(continued)*

Financial instruments *(continued)*

Principal non-derivative financial liabilities

Bank borrowings

Interest-bearing bank loans and overdrafts are measured, initially, at their fair value less attributable transaction costs. They are carried, subsequently, at amortised cost and finance charges are recognised in the statement of profit and loss over the contract term, using an effective rate of interest.

Trade and other payables

Trade and other payables are recognised, initially, at fair value, and are reported, subsequently, at amortised cost.

Derivative financial assets and liabilities

Derivative financial assets and liabilities are recognised at fair value. The fair value of forward foreign exchange contracts is equal to the present value of the difference between the contractual forward price and the current forward price for the residual maturity of the contract, adjusted for counterparty credit risk. The recognition of the gain or loss on re-measuring to fair value those forward foreign exchange contracts, which are used for hedging, is outlined below. For other forward foreign exchange contracts and the interest rate swap derivative, the gain or loss is recognised in the profit and loss.

Fair value derivation

IFRS 7 requires that the classification of financial instruments at fair value be determined by reference to the source of inputs used to derive the fair value. This classification uses the following three-level hierarchy:

Level 1 — quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2 — inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices);

Level 3 — inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The fair value of derivative financial assets and liabilities is derived using level 2 inputs. As at the year-end, the Group held currency derivatives and an interest rate swap derivative. For the currency derivatives, the valuations are based on the period end currency rates, as adjusted for the forward points to maturity, the time value of money and the banks' assessed credit risk and margin. For the interest rate swap derivative, the valuation is arrived at by comparing the forward interest curve as at 30th April, 2026 out to maturity against our fixed swap rate. The result is then discounted for the time value of money and adjusted for credit risk and margin.

Cash flow hedges

Where a derivative financial instrument is designated as a hedge of the variability in cash flows of a recognised asset or liability, or a highly probable forecast transaction, the effective part of any gain or loss on the derivative financial instrument is recognised directly in the hedging reserves. The Group's hedge relationships are aligned with its risk management objectives and strategy, resulting in a more qualitative and forward-looking approach in ensuring hedge effectiveness. These hedging arrangements have been put in place to mitigate foreign currency exchange risk arising from certain highly probable sales and purchases transactions denominated in foreign currencies.

For cash flow hedges, the associated cumulative gain or loss on the relevant derivative financial instrument is removed from equity and recognised in the statement of profit and loss in the same period or periods during which the hedged forecast transaction affects the statement of profit and loss. Any identified ineffective portion of the hedge is recognised immediately in the statement of profit and loss. The full value of the change in fair value is designated as the hedging instrument and taken to the cash flow hedge reserve.

Where a derivative financial instrument is not hedge accounted, all changes in fair value are recognised immediately in profit and loss.

When a hedging instrument expires or is sold, terminated or exercised, or the Group revokes the designation of the hedgerelationship but the hedged forecast transaction is still expected to occur, the cumulative gain or loss at that point remains inequity and is recognised in accordance with the above policy when the transaction occurs. If the cash flow hedge transaction is no longer expected to take place, the cumulative unrealised gain or loss recognised in equity is recognised in the statement ofprofit and loss immediately, within administrative expenses.

1. **Accounting policies** *(continued)*

Intangible assets and goodwill

All business combinations are accounted for by applying the purchase method. Goodwill is recognised as the difference between the consideration transferred and the fair value of identifiable assets, liabilities and contingent liabilities assumed in a business combination. Identifiable intangibles are those which can be sold separately or which arise from legal rights regardless of whether those rights are separable.

Goodwill is stated at cost less any accumulated impairment losses. Goodwill is allocated to cash-generating units and is not amortised but is tested annually for impairment.

Negative goodwill arising on an acquisition is recognised immediately in the statement of profit and loss.

Goodwill or negative goodwill resulting from increasing the percentage ownership of an existing subsidiary is reported as an equity transaction with owners.

Expenditure on research activities is recognised in the statement of profit and loss as an expense as incurred.

Expenditure on development activities is capitalised if the product or process is technically and commercially feasible and the Group has sufficient resources to complete development. The expenditure capitalised includes the cost of materials, direct labour and an appropriate proportion of overheads. Other development expenditure is recognised in the statement of profit and loss as an expense as incurred. Capitalised development expenditure is stated at cost less accumulated amortisation and impairment losses.

Other intangible assets that are acquired by the Group are stated at cost less accumulated amortisation and impairment losses.

Amortisation is charged to the statement of profit and loss on a straight-line basis over the estimated useful lives of intangible assets unless such lives are indefinite. Intangible assets with an indefinite useful life and goodwill are systematically tested for impairment at each balance sheet date. Other intangible assets are amortised from the date they are available for use. The estimated useful lives are as follows:

- Capitalised development costs ... ... Minimum expected order unit intake or minimum product life
- Manufacturing rights ... ... 6 - 15 years
- Brand names and intellectual property ... 3 - 20 years
- Customer lists ... ... 2 - 10 years
- Distribution rights ... ... 25 years
- Software and licences ... ... 3 - 5 years
- Non-compete agreements ... ... 15 years

Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses.

Where parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items of property, plant and equipment.

Depreciation is charged to the statement of profit and loss over the estimated useful lives of each part of an item of property, plant and equipment on the following bases:

- Freehold land ... ... Nil
- Freehold buildings ... ... 25 – 50 years on reducing balance or cost
- Leasehold property ... ... over period of lease
- Plant and machinery ... ... 4 – 20 years on reducing balance or cost
- Motor vehicles ... ... 4 – 7 years on reducing balance or cost
- Tooling ... ... over estimated production life
- Other equipment ... ... 4 – 7 years on reducing balance or cost
- Assets in the course of construction ... Nil

Before being brought into use, assets are assessed individually to determine which is the most appropriate depreciation method. At present, most assets are being depreciated on a reducing balance basis.

1. **Accounting policies** *(continued)*

Leases

Definition of a lease

A contract is a lease or contains a lease if it transfers the right to use an identified asset over the contract term, in exchange for payment. In determining whether a contract gives the Group the right to use an asset, the Group assesses whether:

- the contract involves the use of an identified asset;
- the Group has the right to obtain substantially all of the economic benefit of using the asset; and
- the Group has the right to direct the use of the asset by deciding how the asset is employed.

Lease term

The lease term is the non-cancellable period of a lease, and options to extend the lease or terminate it, where it is probable that the Group will exercise the available options. At the start of a lease, the Group makes a judgement about whether it is reasonably certain to exercise the options, and reassesses this judgement when a change in circumstance may affect the likelihood of exercising the options. Contracts, where the original lease term has expired, with assets continuing to be leased on a short-term rolling basis of a few months, are treated as short-term leases.

Lease balances

A right-of-use asset and a lease liability are calculated at the beginning of a lease. The right-of-use asset is measured initially atcost, being the opening lease liability, adjusted for any lease payments made by the start of the lease, adjusted for any initial direct costs, which have been incurred.

The lease liability is measured initially at the present value of the lease payments, which are outstanding at the start date, discounted at either the rate implicit in the lease or the Group's incremental borrowing rate. With the exception of leases containing an option to purchase, the Group uses its incremental borrowing rate as the discount rate. Lease liabilities are measured at amortised cost, using the effective rate, and adjusted, as required, for any subsequent change to the lease terms.

The right-of-use asset is depreciated on a straight-line basis over the lease term, or from the start date of the lease to the end of the useful life of the right-of-use asset as appropriate. The method of calculating the estimated useful lives of the right-of-use assets and testing for impairment is the same as that for property, plant and equipment.

Recognition exemptions

Payments for short-term leases, lasting twelve months or less, without a purchase option, continue to be reported as an operating expense on a straight-line basis over the term of the lease.

The cost of leasing low-value items will continue to be reported as an operating expense over the life of the lease.

Lease portfolios

The Group has leases for the following types of assets:

Land and buildings – the Group leases a number of factory buildings, warehouses and office buildings.

Plant and equipment – a number of significant items of plant, such as CNC machines and furnaces, have been leased under contracts with an option to buy the asset at the end of the lease term. The Group also leases motor vehicles. For motor vehicles the Group has applied the practical expedient in paragraph 15 of IFRS 16, whereby non-lease components have not been separated from lease components, such that lease costs and service costs are treated as a single lease component.

Printers and photocopiers – the Group has applied the recognition exemption for low-value assets to these leases.

Government grants

Government grants relating to income are recognised in the statement of profit and loss.

Government grants relating to assets are recognised in the balance sheet as a deduction in the carrying amount of the asset. Depreciation is charged on the value of the asset less the associated grant.

1. Accounting policies *(continued)*

Impairment of property, plant, equipment and intangible assets

The carrying amounts of the Group's assets are reviewed each year to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated. The recoverable amount is the greater of an asset's or cash-generating unit's (CGU) fair value less costs to sell or value in use.

For goodwill, assets that have an indefinite useful life and intangible assets that are not yet available for use, the recoverable amount is estimated at each balance sheet date.

An impairment loss is recognised whenever the carrying amount of an asset or its cash-generating unit exceeds its recoverable amount. Impairment losses are recognised in the statement of profit and loss.

Reversals of impairment

An impairment loss in respect of goodwill is not reversed.

In respect of other assets, an impairment loss is reversed when there is an indication that the impairment loss may no longer exist and there has been a change in the estimates used to determine the recoverable amount.

An impairment loss is reversed only to the extent that the asset or CGU's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss had been recognised.

Inventories

Inventories are stated at the lower of cost and net realisable value. Cost is based on the first-in, first-out principle and includes expenditure incurred in acquiring the inventories and bringing them to their existing location and condition. In the case of manufactured inventories and work in progress, cost includes an appropriate share of overheads based on normal operating capacity.

Provisions

Warranty provisions

The Group carries a warranty provision where applicable. The warranties are committed at contract placement stage and typically, where given to a customer, the warranty has a duration of between 1 and 3 years. At the expiry of the warranty period, to the extent not utilised, the warranty provision is then released back into the statement of profit and loss. The warranties are generally passive in nature, confirming that the goods comply with contractual specifications. Given that the incidence of product failure is low, the warranties have no tangible customer value.

2. Accounting estimates and judgements

The Group makes judgements and estimates in applying the Group's accounting policies, to prepare the financial statements.

Key estimates and judgements

IFRS 15 Revenue Recognition (discontinuing operations only)

The Directors consider that a key estimate, which may have a material impact on the financial statements, is in relation to IFRS 15 and, in particular, where revenue for some of our Mechanical Engineering work in progress contracts is recognised overtime. When reviewing the terms of contracts with customers, judgement is required to assess the number of performance obligations within the contracts and when to recognise contract provisions.

For contracts where revenue is recognised over time, there is a need to estimate the costs to complete on these contracts. The costs to complete estimates can be complex, as they need to consider several variable factors such as the impact of delays, cost overruns and also any variations to contract. Once complete, these estimates then drive the amount of revenue recognised. The estimates are prepared and reviewed by management, with suitable experience and qualifications, who endeavour to ensure that the revenue recognised prior to the completion of the contract is not under or overstated, based on possible technical risks and inherent uncertainties.

Whilst cost to complete estimates are based on management's best knowledge at the time, it is clear, due to the very nature of an estimate, that the eventual outcomes may differ due to unforeseen events. However, the advanced stage of completion of a number of contracts reduces the risk of unforeseen events arising, and, given that the initial position taken on material contracts at the balance sheet date is revisited as part of the post balance sheet review process prior to the financial statements being signed off, the risk of a material impact on the financial statements arising from changes in estimates here is considered to be low. The current year's revenue would be reduced by £1,704,000 *(2025:993,000)*, if the costs, absorbed by the Group, to complete contracts in progress at year-end were 1% higher. This reduction relates entirely to discontinuing operations.

Claims, which are subject to commercial negotiation, are recognised only when there is a high level of certainty; the Directors consider this to be when there is a signed agreement in place. Consideration is given to the requirements of IFRS 15 in determining the appropriate accounting for the claim settlements, taking into account the nature of the settlement and whether it relates to a point in time or over time revenue contract.

Determination of the basis for the amortisation / impairment of intangible assets

The Group carries different classes of intangible assets on its balance sheet, which include goodwill, manufacturing rights, brand names and development costs. Capitalised intangible costs are amortised on a straight-line basis, which commences when the Group is expected to benefit from cash inflows. A key estimate is required in determining the useful economic life, over which each asset is to be amortised, with current timeframes ranging from fifteen to twenty-five years. In arriving at the appropriate timeframe for amortisation, there are essentially two key estimates, namely the product life cycle and the amount of profit generated from the expected income streams. In accordance with IAS 38, the basis on which goodwill and other intangible assets are impaired and amortised is assessed annually.

The sensitivity of goodwill is considered within note 16 to these financial statements.

Reducing by one third the lives of intangible assets relating to continuing operations, which are more than fifteen years, would reduce the current year pre-tax profits by £322,000 *(2025: £475,000)*.

Duvelco viability

The Company has invested circa £26 million in the area of high-performance Polyimide resins. The Company, during the financial year, commenced the testing and commissioning of the facility and started producing material, which will be used by targeted customers to perform their acceptance trials of the material. The first material commercial sales are expected to occur in the following financial year once acceptance trials have concluded. The judgement of the Board is that the market potential here is significant and that future profitability is expected to be strong. Accordingly, the Directors do not see a need to impair the investment in this area.

Assets held for sale

The Board of Directors has commenced a strategic review to consider a range of potential options to maximise value for shareholders, whilst ensuring continuity for all shareholders, including customers and the long term prosperity of its businesses. The Board used its judgement to identify those businesses that would be best suited to a disposal process due to levels of interest expressed by external parties, together with an assessment of the strategic fit of the businesses and the value that could be realised for shareholders. That judgement included the assessment of the future finances of each entity, how best to market those companies that have been identified for disposal and whether it was possible to meet all regulatory requirements for a disposal to be concluded.

The Directors then used their judgement and some estimates as to which assets, liabilities and costs should be included in the Assets Held for Sale and also which assets, liabilities and costs would be included within the continuing operations.

2. Accounting estimates and judgements *(continued)*

Apart from above, the Group does not have any key assumptions concerning the future, or other key sources of estimation uncertainty in the reporting period, that may have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

Other estimates and judgements

Other than as reported above, the Directors do not consider there to be any other key estimates or judgements in preparing the financial statements. The estimates and judgements outlined below formed the main areas of focus for the Directors throughout the year.

Inventory provisions

The Group's Directors, in conjunction with senior management in the subsidiaries, regularly review the recoverability of their stated raw material and work in progress balances, paying particular attention to net realisable value and stock obsolescence issues. The estimates are in relation to costs to complete and the expected level of future sales orders for slow moving stocks. Where it is judged that a provision is deemed necessary, the appropriate adjustments are made in the relevant subsidiary's books at the time a shortfall is identified.

Trade receivable provisions

Whilst trade debtors are insured wherever possible, the Directors are able to exercise judgement in relation to non-credit insured contracts as set out in note 28 (a). The Group Directors, in conjunction with the subsidiary credit controllers, closely monitor the adherence to payment terms across all accounts (whether insured or not) and make provision for any losses that are likely to materialise. There is a requirement under IFRS 9 to consider the statistical likelihood of a bad debt based off previous experience. Historically, the Group's bad debt write-offs have been negligible and the Group results are not impacted by this requirement for a statistically based provision.

3. Discontinued operations

The Board of Directors announced that, during the period, it commenced a strategic review to consider a range of potential options to maximise value for shareholders whilst ensuring continuity for all stakeholders, including customers and the long term prosperity of its business. These options include the sale of the Mechanical Engineering Division, which includes Goodwin Steel Castings Limited, Goodwin International Limited, Noreva GmbH, Easat Group and the Pump Division.

After reviewing the options available, the Board of Directors committed that the preferred course of action was to progress with a disposal and to initiate an active sales process. Rothschild and Co were appointed as the Group's financial adviser to manage that process, engage with interested parties and invite indicative and, subsequently, binding offers for the businesses identified for disposal.

The disposal process is being actively pursued in accordance with the Board's approved plan, which targets completion within the next twelve months.

The Board of Directors has considered the provisions of IFRS 5 and consider that they have met the requirements for the Financial Statements to be prepared as required by the standard for Assets Held for Sale and discontinued operations.

The scope of the proposed disposal was determined following consideration of the level of interest expressed by external parties, together with an assessment of the strategic fit of the businesses and the value that could be realised for shareholders. Following the assessment, detailed financial, commercial and operational information was prepared to support the disposal process and enable the businesses identified for disposal to be separated from those intended to remain within the Group and for interested parties to undertake their evaluation of those businesses.

As such, these accounts have been prepared to reflect the potential sale by reporting these companies' results as Discontinued Operations.

3. Discontinued Operations *(continued)*

a) Profit and loss account

	2026 £'000	2025 £'000
Revenue	**211,154**	152,422
Cost of sales	**(103,620)**	(91,764)
GROSS PROFIT	**107,534**	60,658
Selling and distribution costs	**(6,380)**	(5,622)
Administrative expenses	**(32,487)**	(29,946)
OPERATING PROFIT	**68,667**	25,090
Finance income	**91**	66
Finance costs	**(2,140)**	(1,887)
PROFIT BEFORE TAXATION	**66,618**	23,269
Tax on profit	**(16,658)**	(5,417)
PROFIT AFTER TAXATION	**49,960**	17,852
ATTRIBUTABLE TO:		
Equity holders of the parent	**49,022**	17,532
Non-controlling interests	**938**	320
PROFIT FOR THE YEAR	**49,960**	17,852

b) Statement of other comprehensive income

	2026 £'000	2025 £'000
PROFIT FOR THE YEAR	**49,060**	17,852
OTHER COMPREHENSIVE INCOME / (EXPENSE)		
ITEMS THAT MAY BE RECLASSIFIED SUBSEQUENTLY TO PROFIT AND LOSS:		
Foreign exchange translation differences	**116**	1,150
Cash flow hedges – effective portion of changes in fair value	**506**	(4,062)
Cash flow hedges – amounts transferred to profit and loss	**(2,056)**	815
Cash flow hedges – deferred tax credit	**388**	664
Cost of hedging – changes in fair value	**127**	66
Cost of hedging – amounts transferred to profit and loss	**242**	(132)
Cost of hedging – deferred tax (charge) / credit	**(92)**	17
OTHER COMPREHENSIVE EXPENSE FOR THE YEAR NET OF INCOME TAX	**(769)**	(1,482)
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	**49,191**	16,370
ATTRIBUTABLE TO:		
Equity holders of the parent	**48,253**	15,979
Non-controlling interests	**938**	391
	49,191	16,370

3. Discontinued Operations *(continued)*

c) Net assets classified as held for sale

	Note	2026 £'000
Property, plant and equipment		**75,329**
Right-of-use assets		**856**
Intangible assets		**12,474**
Derivative financial assets designated as cash flow hedging instruments	*17*	**2,410**
Derivative financial assets not designated as cash flow hedging instruments		**560**
Inventories		**38,593**
Contract assets		**31,450**
Trade receivables		**35,322**
Other financial assets		**1,831**
Non-financial assets		**2,869**
Cash and cash equivalents	*20*	**4,031**
TOTAL ASSETS OF THE DISPOSAL GROUP HELD FOR SALE		**205,725**
Bank loans - repayable by instalments	*21*	**(394)**
Bank loans - rolling credit facilities		**(47,000)**
Lease liabilities		**(909)**
Contract liabilities		**(70,228)**
Trade and other financial liabilities		**(27,994)**
Non-financial liabilities		**(392)**
Corporation tax payable		**(2,496)**
Derivative financial liabilities designated as cash flow hedging instruments	*23*	**(763)**
Derivative financial liabilities not designated as cash flow hedging instruments		**(46)**
Provisions for liabilities and charges		**(672)**
Deferred tax liabilities		**(9,339)**
TOTAL LIABILITIES OF THE DISPOSAL GROUP HELD FOR SALE		**(160,223)**
NET ASSETS		**45,492**

The carrying value of the net assets classified as held for sale is not lower than the expected sales value.

d) Cash flows

	2026 £'000	2025 £'000
Net cash flows from operating activities	**46,721**	27,741
Net cash flows from investing activities	**(10,143)**	(9,588)
Net cash flows from financing activities	**19,734**	(33,381)
NET INCREASE IN CASH AND CASH EQUIVALENTS	**56,312**	(15,228)

e) Tax charge

	Note	2026 £'000	2025 £'000
Current tax expense		**15,615**	4,909
Deferred tax expense	*25*	**1,043**	508
		16,658	**5,417**

f) Revenue

The analysis of revenue by region and by contract type is included in note 5

	2026 £'000	2025 £'000
Revenue recognised in the year, which was included in the contract liability balance at the beginning of the period	**31,191**	19,050
Revenue recognised from performance obligations, which were satisfied (or partially satisfied) in previous periods	**5,019**	2,598

3. Discontinued Operations *(continued)*

g) Performance Obligations

A performance obligation is the value of work still to complete on a contract.

The aggregate amount of the transaction price allocated to the performance obligations for longer-term contracts, which are unsatisfied (or partially unsatisfied) as at the end of the reporting period is shown below.

The Group has applied the practical expedient in IFRS 15, paragraph 121, and has not disclosed the remaining performance obligations for contracts which have an original expected duration of one year or less.

	2026 £'000	2025 £'000
Performance obligations due to be satisfied within one year	**124,058**	69,467
Performance obligations due to be satisfied between two to three years	**57,839**	81,818
Performance obligations due to be satisfied between four to five years	**33,498**	43,235
Performance obligations due to be satisfied after more than five years	**7,744**	6,969
	223,139	201,489

h) Financial risk management

The Group's approach to financial risk management is outlined in note 28.

i) **Credit risk**

Exposure to credit risk

At the reporting date, the maximum exposure to credit risk for financial assets, stated at their carrying values, was:

	2026 £'000
Contract assets	**31,450**
Trade receivables	**35,322**
Other financial assets	**1,831**
Cash at bank and cash equivalents	**4,031**
Derivative financial assets	**2,970**

Hypothetical Credit Risk Exposure (by Geographic Region) - assuming no credit insurance

At the reporting date, the maximum exposure to credit risk for trade receivables, stated at their carrying value, before taking into account credit insurance, was:

	2026 £'000
UK	**3,747**
Rest of Europe	**2,393**
USA	**15,514**
Pacific Basin	**4,518**
Rest of World	**9,150**
	35,322

The ageing of trade receivables and impairments at the reporting date was:

	2026		
	Net £'000	**Gross £'000**	**Impairment provision £'000**
Current (Not past due)	**26,620**	**26,629**	**(9)**
1-30 days past due	**2,509**	**2,509**	**-**
31-90 days past due	**5,132**	**5,132**	**-**
More than 90 days past due	**1,061**	**1,082**	**(21)**
	35,322	**35,352**	**(30)**

3. Discontinued Operations *(continued)*

ii) **Liquidity risk**
Maturity Analysis

	2026 Contractual Cash Flows				
	Within 1 year £'000	**2-3 years £'000**	**4-5 years £'000**	**Total £'000**	**Carrying value £'000**
Bank loan repayable by instalments	398	-	-	398	394
Bank loans - rolling credit facilities	47,000	-	-	47,000	47,000
Lease liabilities	303	238	477	1,018	909
Trade and other financial liabilities ...	27,994	-	-	27,994	27,994
Total non-derivatives	75,695	238	477	76,410	76,297
(Inflow)	(43,294)	(14,754)	(5,194)	(63,242)	809
Outflow	49,126	14,946	-	64,072	809
Total derivatives ...	5,832	192	(5,194)	830	830

iii) **Market risk - currency exposure**

	2026			
	US Dollar £'000	**Euro £'000**	**Other £'000**	**Total £'000**
Non-derivatives				
Trade and other receivables	16,424	679	4,097	21,200
Cash and cash equivalents	633	4	210	847
Trade and other payables	(613)	(471)	-	(1,084)
Total non-derivatives	16,444	212	4,307	20,963
Derivatives - fair value				
Forward exchange contracts - assets	2,709	74	216	2,999
Forward exchange contracts - liabilities	(710)	(33	(51)	(794)
	1,999	41	165	2,205
Derivatives - nominal value				
Forward exchange contracts - assets	108,662	7,328	9,003	124,993
Forward exchange contracts - liabilities	55,818	-	-	55,818
Total gross contractual cash flows	164,480	7,328	9,003	180,811

Market risk - Hypothetical currency sensitivity analysis

	2026	
	Effect on equity £'000	**Effect on profit before tax £'000**
GBP strengthens by 1% against USD	867	508
GBP strengthens by 1% against EUR	23	15
GBP weakens by 1% against USD	(885)	(518)
GBP weakens by 1% against EUR	(23)	(16)

3. Discontinued Operations *(continued)*

iv) **Interest rate risk**

	2026			
	Floating rate £'000	**Fixed rates £'000**	**Non interest-bearing £'000**	**Total £'000**
Cash and cash equivalents	-	-	**4,031**	**4,031**
Contract assets	-	-	**31,450**	**31,450**
Trade and financial assets	-	-	**37,153**	**37,153**
Derivative assets	-	-	**2,970**	**2,970**
Contract liabilities	-	-	**(70,228)**	**(70,228)**
Trade and other financial liabilities	-	-	**(27,994)**	**(27,994)**
Derivative liabilities	-	-	**(809)**	**(809)**
Bank loans - revolving credit facilities	**(47,000)**	-	-	**(47,000)**
Bank loans - repayable by instalments	-	**(394)**	-	**(394)**
Lease liabilities	-	**(909)**	-	**(909)**
Total	**(47,000)**	**(1,303)**	**(23,427)**	**(71,730)**

v) **Total financial assets and liabilities**

		2026	
	Level	**Carrying amount £'000**	**Fair value £'000**
Financial assets			
Amortised cost			
Cash and cash equivalents	Other	**4,031**	**4,031**
Contract assets	Other	**31,450**	**31,450**
Trade receivables	Other	**35,322**	**35,322**
Other financial assets	Other	**1,831**	**1,831**
Fair value through profit and loss			
Derivative financial assets	Level 2	**560**	**560**
Fair value – hedging instrument			
Derivative financial assets	Level 2	**2,410**	**2,410**
Total financial assets		**75,604**	**75,604**
Financial liabilities			
Amortised cost			
Contract liabilities	Other	**69,325**	**69,325**
Trade and other financial liabilities	Other	**27,994**	**27,994**
Bank loans - rolling credit facilities	Other	**47,000**	**47,000**
Bank loans - repayable by instalments	Other	**394**	**398**
Lease liabilities	Other	**909**	**1,018**
Fair value through profit and loss			
Derivative financial liabilities	Level 2	**46**	**46**
Fair value - hedging instrument			
Derivative financial liabilities	Level 2	**763**	**763**
Total financial liabilities		**147,334**	**147,447**

The carrying amounts of the financial assets and liabilities are approximately the same as their fair value.

4. Segmental information

Reportable segments

Further to the strategic review detailed in note 3, a change in management reporting occurred during the year and these accounts have been prepared reflecting this.

The businesses that are to be disposed now form a separate management report and the continuing operations reported internally as the Refractory Engineering Division; a Technological Division made up of Duvelco and Internet Central, that were formerly part of the Mechanical Engineering Division, but are not part of the businesses for sale; and the Central costs of Goodwin PLC.

The total column titled as Continuing has been shared as the Board of Directors see that this additional information benefits those reading the financial statements that it reflects the total ongoing operations of the Group. Consequently, the segmental analysis has been prepared on the basis of the current reportable segments and the comparative figures have been restated accordingly.

				2026		
	Refractory £'000	Techno -logical £'000	Central Costs £'000	Continuing £'000	Mechnical (Discontinued £'000	Group £'000
Profit and loss account						
External revenue	**64,856**	**3,922**	**84**	**68,862**	**211,154**	**280,016**
Cost of sales	**(32,666)**	**(3,212)**	**(240)**	**(36,118)**	**(103,620)**	**(139,738)**
Gross profit	**32,190**	**710**	**(156)**	**32,744**	**107,534**	**140,278**
Selling and distribution costs	**(5,803)**	**(572)**	**(71)**	**(6,446)**	**(6,380)**	**(12,826)**
Administrative expenses	**(10,674)**	**(3,593)**	**(2,094)**	**(16,361)**	**(32,487)**	**(48,848)**
Operating profit / (loss)	**15,713**	**(3,455)**	**(2,321)**	**9,937**	**68,667**	**78,604**
Finance income	**26**	**-**	**944**	**970**	**91**	**1,061**
Finance costs	**(41)**	**(34)**	**(12)**	**(87)**	**(2,140)**	**(2,227)**
Share of profit of ... ... associate company	**64**	**-**	**-**	**64**	**-**	**64**
Unrealised (loss) / gain on 10 year interest rate swap derivative	**-**	**-**	**49**	**49)**	**-**	**49)**
Profit before tax	**15,762**	**(3,489)**	**(1,340)**	**10,933**	**66,618**	**77,551**
Taxation	**(3,498)**	**740**	**(190)**	**(2,948)**	**(16,658)**	**(19,606)**
Profit after tax	**12,264**	**(2,749)**	**(1,530)**	**7,985**	**49,960**	**57,945**

4. Segmental information *(continued)*

2025	Refractory £'000	Techno -logical £'000	Central Costs £'000	Continuing £'000	Mechnical (Discontinued £'000	Group £'000
Profit and loss account						
External revenue	63,388	3,863	36	67,287	152,422	219,709
Cost of sales	(33,740)	(2,346)	(250)	(36,336)	(91,764)	(128,100)
Gross profit	29,648	1,517	(214)	30,951	60,658	91,609
Selling and distribution costs	(5,183)	(98)	-	(5,281)	(5,622)	(10,903)
Administrative expenses	(10,777)	(2,015)	(856)	(13,648)	(29,946)	(43,594)
Operating profit / (loss)	13,688	(596)	(1,070)	12,022	25,090	37,112
Finance income	30	-	1,209	1,239	66	1,305
Finance costs	(22)	(38)	(1,018)	(1,078)	(1,887)	(2,965)
Share of profit of ... ... associate company	65	-	-	65	-	65
Unrealised (loss) / gain on 10 year interest rate swap derivative	-	-	(1,257)	(1,257)	-	(1,257)
Profit before tax	13,761	(634)	(2,136)	10,991	23,269	34,260
Taxation	(2,866)	82	119	(2,665)	(5,417)	(8,082)
Profit after tax	10,894	(552)	(2,017)	8,326	17,852	26,178

2026	**Refractory £'000**	**Techno -logical £'000**	**Central Costs £'000**	**Continuing £'000**	**Mechnical (Discontinued £'000**	**Group £'000**
Balance sheet						
Total assets	**62,252**	**27,679**	**27,814**	**117,745**	**205,725**	**323,470**
Total liabilities	**(10,327)**	**(2,338)**	**(14,553)**	**(27,218)**	**(160,233)**	**(187,451)**
Net assets	**51,925**	**25,341**	**13,261**	**90,527**	**45,492**	**136,019**
2025						
Balance sheet						
Total assets	62,317	25,143	21,887	109,347	176,525	285,872
Total liabilities	(9,984)	(2,015)	(11,849)	(23,848)	(119,816)	(143,664)
Net assets	52,333	23,128	10,038	85,499	56,709	142,208

2026	**Refractory £'000**	**Techno -logical £'000**	**Central Costs £'000**	**Continuing £'000**	**Mechnical (Discontinued £'000**	**Group £'000**
Cash flow statement						
Cash flow from operating activities	**12,965**	**(1,524)**	**3,634**	**15,075**	**46,721**	**61,796**
Cash flow from investing activities	**(1,224)**	**(2,830)**	**(465)**	**(4,519)**	**(10,143)**	**(14,662)**
Cash flow from financing activities	**(1,581)**	**(92)**	**(67,058)**	**(65,531)**	**19,734)**	**(45,797)**
Net increase / (decrease) in cash and cash equivalents	**10,160**	**(4,446)**	**(60,689)**	**(54,975)**	**56,312**	**1,337**

4. Segmental information *(continued)*

	Refractory £'000	Techno -logical £'000	Central Costs £'000	2025 Continuing £'000	Mechnical (Discontinued £'000	Group £'000
Cash flow statement						
Cash flow from operating activities	13,672	2,343	14,438	30,453	27,741	58,194
Cash flow from investing activities	(2,206)	(4,201)	(15)	(6,422)	(9,588)	(16,010)
Cash flow from financing activities	(2,193)	(74)	(20,271)	(22,538)	(33,381)	(55,919)
Net increase / (decrease) in cash and cash equivalents	9,273	(1,932)	(5,848)	1,493	(15,228)	(13,735)

	Refractory £'000	Techno -logical £'000	Central Costs £'000	**2026** Continuing £'000	Mechnical (Discontinued £'000	Group £'000
Other segmental information Capital expenditure:						
Property, plant and equipment	**1,062**	**1,922**	**1,008**	3,992	9,911	13,903
Right-of-use assets	**728**	**5**	**-**	733	317	1,050
Intangible assets	**312**	**934**	**80**	1,326	540	1,866
Net increase / (decrease) in cash and cash equivalents	**2,102**	**1,216**	**1,088**	6,051	10,768	16,819
Depreciation, amortisation and impairment:						
Depreciation - PPE	**1,533**	**519**	**499**	2,551	5,095	7,646
Depreciation - ROU	**308**	**106**	**-**	414	319	733
Amortisation and impairment	**721**	**90**	**92**	903	512	1,415
	2,562	**715**	**591**	3,868	5,926	9,794
				2025		
Other segmental information Capital expenditure:						
Property, plant and equipment	1,457	3,238	162	4,857	10,153	15,010
Right-of-use assets	6	-	55	61	86	147
Intangible assets	504	1,772	1	2,277	838	3,115
Net increase / (decrease) in cash and cash equivalents	1,967	5,010	218	7,195	11,077	18,272
Depreciation, amortisation and impairment:						
Depreciation - PPE	1,451	181	307	1,939	4,724	6,663
Depreciation - ROU	437	107	310	854	492	1,346
Amortisation and impairment	828	-	98	926	654	1,580
	2,716	288	715	3,719	5,870	9,589

4. Segmental information *(continued)*

Geographical segments

The Group operates in the following principal locations. In presenting the information on geographical segments, revenue is based on the location of its customers and assets on the location of the assets.

	2026			2025 (restated)		
	Continuing £'000	**Discontinued £'000**	***Total £'000**	Continuing £'000	Discontinued £'000	*Total £'000
Revenue						
UK	**19,672**	**57,606**	**77,278**	18,749	45,155	63,904
Rest of Europe	**7,779**	**19,812**	**27,591**	8,003	18,668	26,671
USA	**456**	**67,560**	**68,016**	524	34,902	35,426
Pacific Basin	**26,210**	**18,800**	**45,010**	24,515	18,211	42,726
Rest of World	**14,745**	**47,376**	**62,121**	15,496	35,486	50,982
	68,862	**211,154**	**280,016**	67,287	152,422	219,709
Net assets						
UK	**68,130**	**1,700**	**69,830**	64,412	19,481	83,893
Rest of Europe	**-**	**19,648**	**19,648**	-	15,550	15,550
Pacific Basin	**17,139**	**131**	**17,270**	16,106	(6)	16,106
Rest of World	**5,258**	**24,013**	**29,271**	4,924	21,735	26,659
	90,527	**45,492**	**136,019**	85,442	56,7656	142,208
Non-current assets						
UK	**60,658**	**70,167**	**130,825**	58,591	67,046	125,636
Rest of Europe	**-**	**10,647**	**10,647**	-	8,627	8,627
Pacific Basin	**6,686**	**86**	**6,772**	6,185	105	6,290
Rest of World	**1,446**	**7,759**	**9,205**	1,802	8,977	10,779
	68,790	**88,659**	**157,449**	66,578	84,755	151,332
Capital expenditure						
UK	**5,048**	**8,008**	**13,056**	6,623	5,845	12,468
Rest of Europe	**-**	**2,533**	**2,533**	-	4,186	4,186
Pacific Basin	**930**	**-**	**930**	169	2	171
Rest of World	**71**	**226**	**297**	402	1,045	1,447
	6,049	**10,767**	**16,816**	7,194	11,078	18,272

* The totals are non-GAAP measures, which have been included to provide a useful analysis of the Group as a whole.

5. Revenue

The following tables provide an analysis of revenue by product line, with the analysis of revenue by geographical region being included in note 4. Further information on the revenue generated by the discontinued operations is included in note 3.

Geographical market	**Year ended 30th April, 2026**			Year ended 30th April, 2025		
	Continuing £'000	**Discontinued £'000**	***Total £'000**	Continuing £'000	Discontinued £'000	Total £'000
UK	**19,672**	**57,606**	**77,278**	18,749	45,155	63,904
Rest of Europe	**7,779**	**19,812**	**27,591**	8,003	18,668	26,671
USA	**456**	**67,560**	**68,016**	524	34,902	35,426
Pacific Basin	**26,210**	**18,800**	**45,010**	24,515	18,211	42,726
Rest of World	**14,745**	**47,376**	**62,121**	15,496	35,486	50,982
Total	**68,862**	**211,154**	**280,016**	67,287	152,422	219,709

Product lines	**Year ended 30th April, 2026**			Year ended 30th April, 2025		
	Continuing £'000	**Discontinued £'000**	**Total £'000**	Continuing £'000	Discontinued £'000	Total £'000
Standard products and consumables	**65,502**	**15,497**	**80,999**	63,918	13,782	77,700
Bespoke products - point in time	**-**	**29,260**	**28,960**	-	21,382	21,382
Point in time revenue	**65,502**	**44,457**	**109,959**	63,918	35,164	99,082
Minimum period contracts	**3,360**	**3,169**	**6,529**	3,369	1,332	4,701
Bespoke products - over time	**-**	**163,528**	**163,528**	-	115,926	115,926
Over time revenue	**3,360**	**166,697**	**170,057**	3,369	117,258	120,627
Total revenue	**68,862**	**211,154**	**280,016**	67,287	152,422	219,709

Balances related to contracts with customers

	Year ended 30th April, 2026			Year ended 30th April, 2025		
	Continuing £'000	**Discontinued £'000**	***Total £'000**	Continuing £'000	Discontinued £'000	Total £'000
Trade receivables due within one year (note 19, 3)	**9,371**	**35,322**	**44,693**	8,909	27,022	35,931
Work in progress (note 18, 3)	**-**	**17,025**	**17,025**	-	7,174	7,174
Contract assets	**295**	**31,450**	**31,745**	189	24,121	24,310
Contract liabilities	**(386)**	**(70,228)**	**(70,614)**	(88)	(55,074)	(55,162)
	9,280	**13,569**	**22,849**	9,010	3,243	12,253

* The totals are non-GAAP measures, which have been included to provide a useful analysis of the Group as a whole.

The Group's revenue is not significantly impacted by seasonal or cyclical events. The potential risk of the loss of any key customer is limited, as no single customer accounts for more than 10% of annual revenue (2025: none).

In simple terms, where a performance obligation may be satisfied and recognised in the profit and loss overtime, a contract asset arises when an entity has done work for a customer that has been recognised as revenue to date but has not yet issued an invoice or received payment for that work. Similarly, a contract liability arises when an entity has invoiced the customer or received payment from them but has not yet done the work and the invoices and/or payments exceed the revenue recognised to date.

For performance obligations that are satisfied and recognised at a point in time, typically defined by the INCO terms of the contract, the net position of the work done less amounts invoiced or paid by the customer before the obligation is satisfied is shown within work in progress.

5. Revenue *(continued)*

Performance obligations

A performance obligation is the value of work still to complete on a contract.

The performance obligations for discontinued operations are disclosed in note 3.

The Group has applied the practical expedient in IFRS 15, paragraph 121, and has not disclosed the remaining performance obligations for contracts which have an original expected duration of one year or less.

6. Expenses and auditor's remuneration

The following are included in profit before taxation and reflect the total of continuing and discontinuing operations::

	Note	**2026 £'000**	2025 £'000
Charged / (credited) to the statement of profit and loss			
Depreciation:			
Owned assets	12	**7,646**	6,663
Right-of-use assets	13	**733**	1,346
Amortisation and impairment of intangible assets	16	**1,415**	1,580
(Profit) / loss on sale of property, plant and equipment		**(73)**	126
Research expenditure		**2,757**	1,361
Impairment of trade receivables		**205**	159
Realised currency (gains) / losses		**(1,151)**	(866)
Unrealised currency losses (gains)		**(783)**	1,231
Fair value movement on unhedged currency contracts		**746**	140
Fees receivable by the auditor and the auditor's associates in respect of: ...			
Audit of these financial statements		**154**	133
Audit of the financial statements of subsidiaries		**540**	475

The fair value movement on unhedged currency contracts is reported within administrative expenses.

7. Staff numbers and costs

The average number of persons employed by the Group (including Directors) during the year, analysed by category, was as follows:

	2026 Number	2025 Number
Subsidiary employees	**1,239**	1,194
Goodwin PLC Company employees	**57**	59
	1,296	1,253
Less: employees included in the discontinued operations	**(935)**	(878)
	361	375

The aggregate payroll costs of these persons were as follows:

	2026 £'000	2025 £'000
Wages and salaries	**63,709**	54,975
Social security costs	**6,887**	5,545
Other pension costs	**2,071**	1,787
	72,667	62,307

Payroll costs are reported as follows:

	2026 £'000	2025 £'000
Cost of sales	**33,022**	29,180
Selling and distribution costs	**6,344**	5,369
Administrative expenses	**33,301**	27,758
	72,667	62,307

	2026 £'000	2025 £'000
Continuing operations	**15,833**	14,008
Discontinued operations	**56,834**	48,299
	72,667	62,307

Details of the Directors' remuneration can be found within the Directors' Remuneration Report on pages 40 to 43.

The emoluments of the highest paid Director were £465,000 *(2025: £451,000)*. On 30th April, 2026, three Directors were members of a defined contribution pension scheme *(2025: one)*.

8. Finance income and costs

	2026 **£'000**	2025 £'000
Income from interest rate swap	**944**	1,210
Other interest income	**26**	29
Finance income	**970**	1,239
Interest expense on lease liabilities	**114**	476
Interest expense on bank loans and overdrafts	**522**	1,460
Capitalised interest on assets in the course of construction	**(549)**	(858)
Finance costs	**87**	1,078
Finance costs (net)	**883**	161

The average interest rate used to calculate capitalised interest was 4.85% *(2025: 5.02%)*. This takes into account the benefit of the interest rate swap.

9. Taxation

Recognised in profit and loss

	2026 **£'000**	2025 £'000
Current tax expense		
Current year	**2,398**	2,042
(Over) / under provision in prior years	**(1,098)**	117
	1,300	2,159
Deferred tax expense		
Origination and reversal of temporary differences – current year (see below)	**583**	853
Origination and reversal of temporary differences – (under) / over-provision in prior years	**1,065**	(347)
	1,648	506
Total tax expense	**2,948**	2,665

UK corporation tax

The tax charge on the face of the profit and loss is the aggregated total of the tax applicable to the profits of each Group company calculated at its country tax rate. The UK taxation system has provisions within it that allow for first year capital allowances on certain qualifying assets at 100% for items purchased before 1st January, 2026, when it dropped to 40% for main-rate plant and machinery purchased after 1st January, 2026. Due to the high capital expenditure within the UK element of the Group over the last few years, the Group has been able to utilise these first year allowances within the UK Group taxation computations. This has resulted in a lower amount of taxation actually being paid in the UK for both financial year 2026 and financial year 2025 and a significant deferred tax charge of 24% of the calculated tax, which will not be paid until sometime in the future.

Origination and reversal of temporary differences – current year

The majority of the deferred tax expense shown above comes from the difference between the accounting treatment and the tax treatment of plant and equipment expenditure. Under the current UK tax regime, items purchased before 1st January, 2026 are 100% offset against the profits in the year of expenditure, with items purchased after 1st January, 2026 having 40% of their value offset against profits in the year of expenditure and so produces a lower amount of taxation payable. In future years, the tax benefit, gained from these first-year allowances, reverses over time as future profits are taxed without further offset from this historical capital expenditure.

9. Taxation *(continued)*

Reconciliation of effective tax rate

	2026 £'000	2025 £'000
Profit before taxation	**10,933**	10,991
Tax using the UK corporation tax rate of 25.00% (*2025: 25.00%*)	**2,733**	2,748
Tax effect of non-deductible / (taxable) amounts in calculating taxable income:		
Non-taxable income	**(84)**	(226)
Non-deductible expenses	**383**	229
Over provision in prior years	**(33)**	(230)
Withholding tax unrelieved	**501**	749
Difference in overseas tax rates	**(536)**	(594)
Effect of equity accounting for associate	**(16)**	(11)
Total tax expense	**2,948**	2,665

Where subsidiary companies have incurred losses in the year, which are unlikely to be relieved against future profits in the foreseeable future, deferred tax assets are not recognised.

Withholding tax unrelieved represents withholding tax deducted on dividends and royalties from overseas subsidiaries and associates.

Recognised in other comprehensive income

	2026 £'000	2025 £'000
Deferred tax charge on the cash flow hedge and cost of hedging reserve	**428**	(839)

10. Earnings per share

	Number of ordinary shares	
	2026	2025
Ordinary shares in issue		
Opening and closing shares in issue	**7,509,600**	7,509,600
Total ordinary shares	**7,509,600**	7,509,600
Weighted average number of ordinary shares in issue	**7,509,600**	7,509,600

	2026 £'000	2025 £'000
From continuing operations	**6,432**	7,037
From discontinuing operations	**49,022**	17,532
Relevant post-tax profits attributable to ordinary shareholders	**55,454**	24,569

	2026 pence	2025 pence
From continuing operations	**85.65**	93.71
From discontinued operations	**652.79**	233.46
Basic and diluted earnings per share	**738.44**	327.17

11. Dividends

	2026 £'000	2025 £'000
Paid special interim dividend during the year 532p (2025: nil) per qualifying ordinary share	**39,951**	-
Paid ordinary dividends during the year in respect of prior years 280p *(2025: 133p)* per qualifying ordinary share	**21,027**	9,988
	60,978	9,988

After the balance sheet date an ordinary dividend of 330 pence per qualifying ordinary share was proposed by the Directors *(2025: Ordinary dividend of 280 pence)*.

The proposed current year ordinary dividend of £24,782,000 *(2025: Proposed ordinary dividend of £21,027,000)* has not been recognised as a liability within these financial statements.

12. Property, plant and equipment

	Land and buildings £'000	Plant and machinery £'000	Other equipment £'000	Assets in course of construction £'000	Total £'000
Cost					
Balance at 1st May, 2025	**62,588**	**102,198**	**8,560**	**26,319**	**199,665**
Additions	**1,401**	**3,117**	**1,346**	**8,039**	**13,903**
Reclassification	**3,005**	**22,288**	**6**	**(25,299)**	**-**
Transfer from ROU*	**-**	**5,360**	**-**	**-**	**5,360**
Transfer to assets classified as held for sale	**(43,262)**	**(84,394)**	**(3,568)**	**(8,837)**	**(140,061)**
Disposals	**(289)**	**(3,185)**	**(1,372)**	**(1)**	**(4,847)**
Exchange adjustment	**(475)**	**(340)**	**29**	**54**	**(732)**
Balance at 30th April, 2026	**22,968**	**45,044**	**5,001**	**275**	**73,288**
Depreciation					
Balance at 1st May, 2025	**14,908**	**61,249**	**6,676**	**-**	**82,833**
Charged in year	**1,885**	**5,066**	**695**	**-**	**7,646**
Transfer from ROU*	**-**	**1,161**	**-**	**-**	**1,161**
Transfer to assets classified as held for sale	**(10,516)**	**(51,715)**	**(2,501)**	**-**	**(64,732)**
Disposals	**(197)**	**(3,122)**	**(1,229)**	**-**	**(4,548)**
Exchange adjustment	**(27)**	**(26)**	**33)**	**-**	**(20)**
Balance at 30th April, 2026	**6,053**	**12,613**	**3,674**	**-**	**22,340**
Net book value					
As at 1st May, 2025	**47,680**	**40,949**	**1,884**	**26,319**	**116,832**
As at 30th April, 2026	**16,915**	**32,431**	**1,327**	**275**	**50,948**
Cost					
Balance at 1st May, 2024	59,953	94,849	6,472	19,632	180,906
Additions	2,528	1,510	442	10,530	15,010
Reclassification - others	1,098	2,699	-	(3,797)	-
Transfer to ROU*	-	4,359	2,021	-	6,380)
Disposals	(85)	(741)	(256)	(26)	(1,108)
Exchange adjustment	(906)	(478)	(119)	(20)	(1,523)
Balance at 30th April, 2025	62,588	102,198	8,560	26,319	199,665
Depreciation					
Balance at 1st May, 2024	13,287	57,277	5,005	-	75,569
Charged in year	1,808	4,481	374	-	6,663
Transfer to ROU*	-	321	1,609	-	1,930
Disposals	(4)	(639)	(224)	-	(867)
Exchange adjustment	(183)	(191)	(88)	-	(462)
Balance at 30th April, 2025	14,908	61,249	6,676	-	82,833
Net book value					
As at 30th April, 2025	47,680	40,949	1,884	26,319	116,832

* Assets are transferred from the right-of-use assets category on the settlement of a lease purchase agreement and payment of the option to purchase fee.

Additions

During the year the Group expended £14 million on property, plant and equipment. The major items purchased during the year were new radiography equipment, an extension to the Noreva facility and purchases of presses to be used in making stock shapes for the Duvelco powder.

Other equipment

Other equipment comprises motor vehicles, IT hardware and office equipment.

Assets in course of construction	**2026 £'000**	2025 £'000
Land and buildings	**108**	4,970
Plant and machinery	**167**	21,349
	275	26,319

12. Property, plant and equipment *(continued)*

Depreciation

Depreciation is reported as follows:

	2026 £'000	2025 £'000
Cost of sales	**7,414**	6,453
Administrative expenses	**232**	210
	7,646	6,663
Continuing operations	**2,550**	1,939
Discontinuing operations	**5,096**	4,724
	7,646	6,663

Security

The net book value of assets pledged as security for borrowings (note 20) is:

	2026 £'000	2025 £'000
Land and buildings	-	1,432
Plant and machinery	-	4,086
	-	5,518

13. Right-of-use assets

	Land and buildings £'000	Plant and machinery £'000	Other equipment £'000	Total £'000
Cost				
Balance at 1st May, 2025	**2,767**	**5,968**	-	**8,735**
Additions	**988**	**62**	-	**1,050**
Transfer to property, plant and equipment	-	**(5,360)**	-	**(5,360)**
Transfer to assets classified as held for sale	**(1,336)**	**(322)**	-	**(1,658)**
Disposals	**(674)**	**(15)**	-	**(689)**
Exchange adjustment	**91**	-	-	**91**
Balance at 30th April, 2026	**1,836**	**333**	-	**2,169**
Depreciation				
Balance at 1st May, 2025	**1,295**	**1,385**	-	**2,680**
Charged in year	**540**	**193**	-	**733**
Transfer to property, plant and equipment	-	**(1,161)**	-	**(1,161)**
Transfer to assets classified as held for sale	**(590)**	**(212)**	-	**(802)**
Disposals	**(674)**	**(2)**	-	**(676)**
Exchange adjustment	**23**	-	-	**23**
Balance at 30th April, 2026	**594**	**203**	-	**797**
Net book value				
As at 1st May, 2025	**1,472**	**4,583**	-	**6,055**
As at 30th April, 2026	**1,242**	**130**	-	**1,372**
Cost				
Balance at 1st May, 2024	2,934	10,312	2,004	15,250
Additions	77	15	55	147
Transfer from property, plant and equipment	-	(4,359)	(2,021)	(6,380)
Disposals	(149)	-	(41)	(190)
Exchange adjustment	(95)	-	3	(9)
Balance at 30th April, 2025	2,767	5,968	-	8,735
Depreciation				
Balance at 1st May, 2024	1,059	1,119	1,328	3,506
Charged in year	448	587	311	1,346
Transfer from property, plant and equipment	-	(321)	(1,609)	(1,930)
Disposals	(149)	-	(31)	(180)
Exchange adjustment	(63)	-	1	(62)
Balance at 30th April, 2025	1,295	1,385	-	2,680
Net book value				
As at 30th April, 2026	1,472	4,583	-	6,055

13. Right-of-use assets *(continued)*

Depreciation

Depreciation is reported as follows:

	2026 £'000	2025 £'000
Cost of sales	**79**	780
Administrative expenses	**654**	566
	733	1,346
Continuing operations	**414**	854
Discontinuing operations	**319**	492
	733	1,346

14. Investments in subsidiaries

The Group has the following principal subsidiaries. Non-principal subsidiaries are listed in note 32:

Company name *Subsidiaries:*	**Registered address***	**Country of Incorporation**	**Class of shares held**	**% held**
Continuing operations:				
Goodwin Refractory Services Limited	1	England and Wales	Ordinary	**100.0**
AVD Fire Limited	1	England and Wales	Ordinary	**100.0**
Dupré Minerals Limited	1	England and Wales	Ordinary	**100.0**
Hoben International Limited	2	England and Wales	Ordinary	**100.0**
Goodwin Refractory Services India Private Limited	4	India	Ordinary	**100.0**
Siam Casting Powders Limited	10	Thailand	Ordinary	**61.5**
Ultratec Jewelry Supplies Limited	11	China	Ordinary	**75.5**
SRS (Qingdao) Casting Materials Company Limited	12	China	Ordinary	**75.5**
Jewelry Plaster Limited	13	Thailand	Ordinary	**61.5**
Internet Central Limited	1	England and Wales	Ordinary	**100.0**
Duvelco Limited	1	England and Wales	Ordinary	**100.0**
Discontinued operations):				
Goodwin Steel Castings Limited	1	England and Wales	Ordinary	**100.0**
Goodwin International Limited	1	England and Wales	Ordinary	**100.0**
Easat Radar Systems Limited	1	England and Wales	Ordinary	**77.0**
Easat Radar Systems Limited	1	England and Wales	Preference	**100.0**
Goodwin Korea Company Limited	3	South Korea	Ordinary	**95.0**
Goodwin Pumps India Private Limited**	4	India	Ordinary	**100.0**
Goodwin (Shanghai) Valve Company Limited	5	China	Ordinary	**100.0**
Noreva GmbH	6	Germany	Ordinary	**100.0**
Goodwin Indústria e Comércio de Bombas Submersas Ltda	7	Brazil	Ordinary	**100.0**
Goodwin Submersible Pumps Australia Pty. Limited	8	Australia	Ordinary	**100.0**
Metal Proving Services Limited	1	England and Wales	Ordinary	**100.0**
Easat Finland Oy (previous name NRPL Oy)	9	Finland	Ordinary	**77.0**
Goodwin Submersible Pumps Africa Pty. Limited	14	South Africa	Ordinary	**100.0**

*The registered address for each company can be found in note 35.

**During the previous year, Easat Radar Systems India Private Limited was merged with Goodwin Pumps India Private Limited.

The Board of Directors has commenced a strategic review to consider a range of potential options to maximise value for shareholders whilst ensuring continuity for all stakeholders, including customers and the long-term prosperity of its businesses. These options include the sale of the Mechanical Engineering Division, which includes Goodwin Steel Castings Limited, Goodwin International Limited, Noreva GmbH, Easat Group and the Pump Division, as such these accounts have been prepared to reflect the potential disposal by reporting Continuing and Discontinued Operations.

All of the above companies are included as part of the consolidated accounts. All the companies are involved in mechanical or refractory engineering, with the exception of Internet Central Limited, which is an internet service provider, and Duvelco, which is a manufacturer of polyimide resin.

14. Investments in subsidiaries *(continued)*

Non-controlling interests (NCI)

The following subsidiaries each have non-controlling interests:

Company name *Subsidiaries:*	**Registered address***	**Country of Incorporation**	**Class of shares held**	**% held by NCI**
Metal (discontinuing operations):				
Easat Radar Systems Limited	1	England and Wales	Ordinary	**23.0**
Goodwin Korea Company Limited	3	South Korea	Ordinary	**5.0**
Easat Finland Oy	9	Finland	Ordinary	**23.0**
Powder (continuing operations):				
Goodwin Refractory Services (Thailand) Limited	10	Thailand	Ordinary	**38.5**
Jewelry Plaster Limited	13	Thailand	Ordinary	**38.5**
Jewelry Wax Limited	13	Thailand	Ordinary	**38.5**
Siam Casting Powders Limited	10	Thailand	Ordinary	**38.5**
GRS Silicone Company Limited	16	China	Ordinary	**24.5**
SRS (Qingdao) Casting Materials Company Limited	12	China	Ordinary	**24.5**
Shenzhen King-Top Modern Hi-Tech Company Limited	15	China	Ordinary	**24.5**
Ultratec Jewelry Supplies Limited	11	China	Ordinary	**24.5**
Ying Tai (U.K.) Limited	1	England and Wales	Ordinary	**24.5**

*The registered address for each company can be found in note 35.

The Board considers a material company to be one that has either 10% of the EBITDA (earnings before interest, tax, depreciation and amortisation) or 10% of the net assets of the Group. As such, the Board does not consider any of its subsidiary companies, which have non-controlling interests, to be material. The financial information on all subsidiaries with non-controlling interests has been aggregated, analysing the data by segment, as the entities in each segment have similar characteristics and risk profiles, to provide additional information on these companies.

Non-controlling interests (NCI) - movements in reserves by segment

	Year ended 30th April, 2026			Year ended 30th April, 2025		
	Continuing £'000	**Discontinued £'000**	**Total £'000**	Continuing £'000	Discontinued £'000	Total £'000
Profit / (loss) allocated to NCI	**1,552**	**939**	**2,491**	1,289	1,289	1,609
Dividends paid to NCI	**(1,295)**	**-**	**(1,295)**	(1,973)	(1,973)	(1,973)
Accumulated reserves held by NCI	**5,206**	**171**	**5,377**	4,811	(766)	4,045

Non-controlling interests (NCI) - summarised financial information

The information below represents the amounts in the financial statements of the subsidiaries with non-controlling interests (NCI), before any intercompany eliminations, and does not reflect the Group's share of those amounts.

	Year ended 30th April, 2026			Year ended 30th April, 2025		
	Continuing £'000	**Discontinued £'000**	**Total £'000**	Continuing £'000	Discontinued £'000	Total £'000
Non-current assets	**10,877**	**2,895**	**13,772**	10,337	2,630	12,967
Current assets	**18,199**	**26,787**	**44,986**	15,913	20,185	36,098
Current liabilities	**(7,231)**	**(22,005)**	**(29,236)**	(6,442)	(20,390)	(26,832)
Non-current liabilities	**500**	**2,709**	**3,209**	(97)	(861)	(958)
Total net assets	**22,345**	**10,386**	**32,731**	19,711	1,564	21,275
Revenue	**30,575**	**29,874**	**60,449**	21,204	28,497	49,701
Profit / (loss) for the year excluding dividend income	**5,339**	**3,404**	**8,696**	1,177	4,258	5,435
Total comprehensive income	**7,861**	**3,404**	**11,265**	869	9,622	10,491
Net cash flow from operating activities	**7,835**	**342**	**8,177**	539	10,718	11,257
Net cash flow from investing activities	**(228)**	**(407)**	**(635)**	(402)	(153)	(555)
Net cash flow from financing activities	**(7,535)**	**-**	**(7,535)**	(14)	(11,440)	(11,454)

15. Investment in associate

The Group's share of profit after tax in its immaterial associate for the year ended 30th April, 2026 was £64,000 *(2025: £65,000).*

Summary financial information of the Group's share of its associate company is as follows:

	2026 £'000	2025 £'000
Balance at 1st May	**775**	828
Profit before tax	**80**	76
Tax	**(16)**	(11)
Dividends	**(126)**	(156)
Exchange adjustment	**9**	38
Balance at 30th April	**722**	775
Non- current Assets	**734**	794
Non- current Liabilities	**(12)**	(19)
	722	775

16. Intangible assets

	Goodwill £'000	Brand names and intellectual property £'000	Manufacturing rights £'000	Software and licences £'000	Development costs £'000	Total £'000
Cost						
Balance at 1st May, 2025	**10,088**	**10,188**	**4,939**	**1,981**	**16,534**	**43,730**
Additions	**-**	**-**	**-**	**260**	**1,606**	**1,866**
Disposals	**-**	**-**	**(6)**	**(2)**	**-**	**(8)**
Transfer to assets classified as held for sale	**(6,299)**	**(3,840)**	**(600)**	**(1,382)**	**(8,861)**	**(20,982)**
Exchange adjustment	**86**	**11**	**-**	**10**	**8**	**115**
Balance at 30th April, 2026	**3,875**	**6,359**	**4,333**	**867**	**9,287**	**24,721**
Amortisation and impairment						
Balance at 1st May, 2025	**339**	**7,703**	**3,193**	**1,429**	**3,396**	**16,060**
Amortisation for the year	**-**	**166**	**286**	**161**	**802**	**1,415**
Transfer to assets classified as held for sale	**(339)**	**(3,838)**	**(600)**	**(1,024)**	**(2,705)**	**(8,506)**
Disposals	**-**	**-**	**(6)**	**(1)**	**-**	**(7)**
Exchange adjustment	**-**	**2**	**-**	**9**	**-**	**11**
Balance at 30th April, 2026	**-**	**4,033**	**2,873**	**574**	**1,493**	**8,973**
Net book value						
As at 1st May, 2025	**9,749**	**2,485**	**1,746**	**552**	**13,138**	**27,670**
As at 30th April, 2026	**3,875**	**2,326**	**1,460**	**293**	**7,794**	**15,748**
Cost						
Balance at 1st May, 2024	9,888	10,157	4,919	1,929	13,981	40,874
Additions	-	-	-	283	2,832	3,115
Disposals	-	-	-	(212)	(280)	(492)
Exchange adjustment	200	31	20	(19)	1	233)
Balance at 30th April, 2025	**10,088**	**10,188**	**4,939**	**1,981**	**16,534**	**43,730**
Amortisation and impairment						
Balance at 1st May, 2024	339	7,400	2,897	1,306	3,032	14,974
Amortisation for the year	-	295	296	351	638	1,580
Disposals	-	-	-	(212)	(280)	(492)
Exchange adjustment	-	8	-	(16)	6	(2)
Balance at 30th April, 2025	**339**	**7,703**	**3,193**	**1,429**	**3,396**	**16,060**
Net book value						
As at 30th April, 2025	**9,749**	**2,485**	**1,746**	**552**	**13,138**	**27,670**

16. Intangible assets *(continued)*

Customer lists are included within brand names and intellectual property or within manufacturing rights, depending on the nature of the acquisition; non-compete agreements are disclosed within manufacturing rights. During the year, the Group added to its portfolio of intangible assets.

Amortisation and impairment charges are reported in cost of sales in the statement of profit and loss.

	2026 £'000	2025 £'000
Amortisation charge - continuing operations	**903**	927
Amortisation charge - discontinuing operations	**512**	653
	1,415	1,580

Impairment testing for cash-generating units containing intangible assets

The Group tests intangible assets annually for impairment or more frequently if there are indications that an intangible asset might be impaired. For the purpose of impairment testing, an intangible asset is allocated to the relevant subsidiary (cash generating unit ("CGU")), which is the lowest level within the Group at which the intangible asset is monitored for internal management purposes.

	2026				2025			
	Property plant and equipment £'000	**Goodwill £'000**	**Other intangible assets* £'000**	**Total £'000**	Property plant and equipment £'000	Goodwill £'000	Other intangible assets* £'000	Total £'000
Continuing operations								
Duvelco	**20,553**	**-**	**5,193**	**25,746**	19,004	-	4,350	23,354
Goodwin Refractory Services Holdings Ltd	**3,192**	**3,346**	**-**	**6,538**	3,217	3,346	-	6,563
Perlite and vermiculite	**-**	**-**	**1,101**	**1,101**	-	-	1,334	1,334
Castaldo	**-**	**-**	**1,926**	**1,926**	-	-	2,035	2,035
Other	**-**	**529**	**3,360**	**3,889**	-	528	3,420	3,948
Total	**23,745**	**3,875**	**11,580**	**39,200**	22,221	3,874	11,139	37,234
Discontinued operations (held for sale)								
Noreva	**9,598**	**4,709**	**-**	**14,307**	7,931	4,661	-	12,592
Easat Group	**262**	**1,251**	**3,577**	**5,090**	273	1,214	3,464	4,951
Other	**-**	**-**	**2,580**	**2,580**	-	-	2,766	2,766
Total	**9,860**	**5,960**	**6,156**	**21,977**	8,204	5,875	6,230	20,309
Overall Total	**33,605**	**9,835**	**717,737**	**61,177**	30,425	9,749	17,369	57,543

* excludes software

An impairment test is a comparison of the carrying value of the assets of a CGU to their recoverable amount, based on a value-in-use calculation. The recoverable amount is the greater of value-in-use and fair value less costs of disposal. Where the recoverable amount is less than the carrying value, an impairment results.

During the year, each CGU containing an intangible asset was separately assessed and tested for impairment.

As part of testing intangible assets for impairment, detailed forecasts of operating cash flows for the next five years are used, which are based on budgets and plans approved by the Board. The forecasts represent the best estimate of future performance of the CGU, based on past performance and expectations for the market development of the CGU.

A number of key assumptions are used as part of impairment testing. These key assumptions, such as the CGU's position within its relevant market; its ability to generate profitable orders within that market; expected growth rates both in the market and geographically, are made by management, who also take into account past experience and knowledge of forecast future performance, together with other relevant external sources of information.

The projections use various growth rates, such as increases in revenue and / or increases in gross margin, whichever is relevant to that CGU, consistent with the profit forecasts of the CGU for the next five years. The growth rates are identified by experienced managers within that CGU, who have significant experience and knowledge of that CGU and its market place. In the current and previous financial year, the terminal values are calculated from the fifth year's forecasts, assuming a zero growth rate from that point, in line with the conservative approach of the Group. The forecasts are then discounted at an appropriate pre-tax weighted average cost of capital rate considering the perceived levels of risk for that CGU. Further sensitivity tests are then performed, reducing the discounted cash flows by 10%, which the Group sees as being an appropriate reduction due to the prudent forecasts that it has already used within the testing, and also increasing the discount rate by a range of up to 10%, to confirm there is no need to consider further a need for impairment.

The table below shows the range of rates used in the impairment testing.

16. Intangible assets *(continued)*

	2026	2025
	%	%
Continuing operations		
Growth rates	**0-15**	**3-13**
Pre-tax weighted average cost of capital	**12-13**	**9-10**
Held for sale		
Growth rates	**0-7**	**0-10**
Pre-tax weighted average cost of capital	**12-13**	**10-11**

Strategic investments in new and high growth CGUs are excluded from the growth rates above as the percentage growth from nil is not meaningful. This predominantly relates to Duvelco, in which the Group has invested circa £26 million, for new products where the Group is forecasting the revenues to increase significantly. The growth being forecasted for this CGU is significantly higher than for the other more established CGUs, whereby including them in the table would distort the growth forecast reported for the established CGUs. This growth expectation is described as a key judgement in note 2. We have reviewed the forecasted revenues of these sensitive CGUs and then stressed the revenues by reducing them to less than 50% of the expected forecasted revenues and can confirm that, at these dramatically reduced revenue levels, none of the three intangible assets would need to be impaired.

The estimates and assumptions made in connection with the impairment testing could differ from future actual results of operations and cash flows. A reasonably likely variation in the assumptions, as disclosed, would not give rise to an impairment. However, future events could cause the Group to conclude that impairment indicators exist and that the asset values associated with a given operation have become impaired.

Duvelco

The Company has invested circa £26 million in the area of high-performance Polyimide resins. The company, during the financial year, continued and finalised the testing and commissioning of the facility and started producing material, which will be used by targeted customers to perform their acceptance trials of the material. The first commercial sales have occurred within the year, but acceptance trials are continuing and any meaningful volume of sales will occur in the following financial year as acceptance tests are concluded. The judgement of the Board is that the market potential here is significant and that future profitability is expected to be strong. Accordingly, the Directors' do not see a need to impair our investment in this area.

17. Derivative financial assets

	Note	**2026**	2025
		£'000	£'000
Due within one year			
Interest rate swap		**964**	875
Derivative assets designated as cash flow hedging instruments		**512**	2,838
Derivative assets not designated as cash flow hedging instruments		**19**	744
		1,495	4,457
Due after more than one year			
Interest rate swap		**3,872**	3,913
Derivative assets designated as cash flow hedging instruments		**20**	2,148
		3,892	6,061
Total			
Interest rate swap		**4,836**	4,788
Derivative assets designated as cash flow hedging instruments		**532**	4,986
Derivative assets not designated in a cash flow relationship (Note 3d)		**19**	744
		5,387	10,518

	2026	2025
Maturity date - interest rate swap	**August 2031**	August 2031
Maturity date - derivative assets	**May 2026 to December 2029**	May 2025 to December 2029

Derivative assets designated as cash flow hedging instruments	**2026 £'000**
Continuing operations	**532**
Discontinued operations (Note 3.)	**2,410**
	2,942

18. Inventories

	2026 £'000	2025 £'000
Net balances		
Raw materials and consumables	**10,966**	20,750
Work in progress	**-**	7,174
Finished goods	**3,959**	11,172
	14,925	39,096
Provisions held		
Raw materials and consumables	**(292)**	(701)
Work in progress	**-**	(1,979)
Finished goods	**(17)**	(420)
	(309)	(3,100)
Inventory impairment charge	**20**	54

19. Trade and other receivables

Balances due within one year	2026 £'000	2025 £'000
Trade receivables	**9,371**	35,931
Other financial assets	**354**	1,816
Advance payments to suppliers	**191**	1,228
Prepayments and other non-financial assets	**4,473**	2,917
Deferred tax asset (see note 25)	**-**	498
	14,220	42,390
Financial assets	**9,556**	37,747
Non-financial assets	**4,664**	4,643
	14,220	42,390

20. Cash and cash equivalents

	2026 £'000	2025 £'000
Cash in hand	**42**	58
Bank balances	**14,086**	16,585
	14,128	16,643
Cash and cash equivalents held by the disposal group (note 3)	**4,031**	-
Total cash and cash equivalents	**18,159**	16,643

21. Borrowings

Information is provided below about the contractual terms of the Group's lease liabilities, bank loans and borrowings. The bank loans repayable by instalment are secured against furnaces in the UK (see note 12), and are reported in the liabilities classified as held for sale. For more information about the Group's exposure to interest rate and foreign currency risk, see note 28.

	Year ended 30th April, 2026			Year ended 30th April, 2025		
	Non-current liabilities £'000	**Current liabilities £'000**	**Total liabilities £'000**	Non-current liabilities £'000	Current liabilities £'000	Total liabilities £'000
Bank loans - repayable by instalments ...	**-**	**-**	**-**	1,303	893	2,196
Bank loans - revolving	**-**	**-**	**-**	12,000	14,000	26,000
Lease liabilities ...	**1,082**	**348**	**1,430**	2,404	1,527	3,931
	1,082	**348**	**1,430**	15,707	16,420	32,127

Reconciliation of liabilities arising from financing activities

	Bank overdrafts used for cash management £'000	**Bank loans - repayable by instalments £'000**	**Bank loans - revolving £'000**	**Lease liabilities £'000**	**Total £'000**
Opening balance at 1st May, 2025	**-**	**2,196**	**26,000**	**3,931**	**32,127**
Cash flows:					
Proceeds from new loans	**-**	**-**	**66,000**	**-**	**66,000**
Repayment of borrowings	**-**	**(1,822)**	**(45,000)**	**(2,702)**	**(49,524)**
Non-cash movements:					
New leases	**-**	**-**	**-**	**1,043**	**1,043**
Transfer to liabilities classified as held for sale	**-**	**(394)**	**(47,000)**	**(909)**	**(48,303)**
Foreign exchange movement	**-**	**20**	**-**	**67**	**87**
Closing balance 30th April, 2026	**-**	**-**	**47,000**	**1,430**	**1,430**
Opening balance at 1st May, 2024					
Cash flows:	48	7,072	59,000	9,813	75,933
Proceeds from new loans					
Repayment of borrowings	-	-	12,000	-	12,000
Change in bank overdrafts	-	(4,837)	(45,000)	(6,073)	(55,910)
Non-cash movements	(48)	-	-	-	(48)
Conversion of loan to lease					
New leases	-	-	-	205	205
Foreign exchange	-	(13)	-	-	(13)
movement	-	(26)	-	(14)	(40)
Closing balance 30th April, 2025	-	2,196	26,000	3,931	32,127

21. Borrowings *(continued)*

Contractual undiscounted cash flows

	Year ended 30th April, 2026			Year ended 30th April, 2025		
	Minimum loan payments £'000	**Interest £'000**	**Principal £'000**	Minimum loan payments £'000	Interest £'000	Principal £'000
Bank loans - repayable by instalments						
Within one year ...	-	-	-	942	49	893
Within two to three years	-	-	-	598	36	562
Within four to five years	-	-	-	164	26	138
After more than five years	-	-	-	654	51	603
	-	-	-	2,358	162	2,196
Lease liabilities						
Within one year ...	**409**	**61**	**348**	1,690	163	1,527
Within two to three years	**650**	**76**	**574**	1,768	121	1,647
Within four to five years	**317**	**33**	**284**	423	44	379
After more than five years	**240**	**16**	**224**	407	29	378
	1,616	**186**	**1,430**	4,288	357	3,931

22. Trade and other payables

	2026 £'000	2025 £'000
Trade payables	**7,048**	21,303
Other financial liabilities	**562**	1,257
Other taxation and social security	**1,472**	2,850
Accrued expenses and deferred income	**3,219**	11,391
Advance payments from customers	**245**	358
	12,546	37,159
Financial liabilities	**12,301**	36,801
Non-financial liabilities	**245**	358
	12,546	37,159

23. Derivative financial liabilities

	2026 £'000	2025 £'000
Due within one year		
Derivative liabilities designated as cash flow hedging instruments ...	**42**	201
Derivative liabilities not designated as cash flow hedging instruments ...	**1**	55
	43	256
Due after more than one year		
Derivative liabilities designated as cash flow hedging instruments ...	**82**	428
	82	428
Total		
Derivative liabilities designated as cash flow hedging instruments ...	**124**	629
Derivative liabilities not designated as cash flow hedging instruments ...	**1**	55
	125	684

	2026	2025
Maturity dates	**May 2026 - October 2029**	May 2025 - October 2029

23. Derivative financial liabilities *(continued)*

Derivative assets designated as cash flow hedging instruments	**2026 £'000**
Continuing operations	**124**
Discontinued operations (note 3.)	**763**
	887

24. Provisions

	2026 £'000	2025 £'000
Balance at 1st May	**492**	505
Increase in provision	**269**	206
Release of provision	**(83)**	(211)
Provision utilised	**(9)**	(7)
Exchange adjustment	**3**	(1)
Transfer to liabilities classified as held for sale	**(672)**	-
Balance at 30th April	**-**	492
Warranty due within one year	**-**	223
Warranty due after one year	**-**	269
Balance at 30th April	**492**	492

Provisions include 1-3 year warranties for products sold.

25. Deferred tax assets and liabilities

Deferred tax balances are attributable to the following:

	Year ended 30th April, 2026			Year ended 30th April, 2025		
	Assets £'000	**Liabilities £'000**	**Net £'000**	Assets £'000	Liabilities £'000	Net £'000
Property, plant and equipment	**18**	**(16,251)**	**(16,233)**	47	(13,496)	(13,449)
Intangible assets	**-**	**(2,054)**	**(2,054)**	-	(2,179)	(2,179)
Derivative financial instruments	**17**	**(852)**	**(835)**	-	(1,307)	(1,307)
Tax losses	**14**	**-**	**14**	393	-	393
Other temporary differences	**893**	**(465)**	**428**	655	(563)	92
	942	**(19,622)**	**(18,60)**	1,095	(17,545)	(16,450)

Deferred tax balances are reported in the balance sheet as follows:

	2026			2025
	Continuing £'000	**Discontinued £'000**	**Total £'000**	Total £'000
Deferred tax asset (note 19)	**-**	**-**	**-**	498
Deferred tax liabilities - due after more than one year (note 3)	**(9,341)**	**(9,339)**	**(18,680)**	(16,948)
	(9,341)	**(9,339)**	**(18,680)**	(16,450)

25. Deferred tax assets and liabilities *(continued)*

Impairment testing for cash-generating units containing intangible assets *(continued)*

	Property plant and equipment £'000	Intangible assets £'000	Derivative financial instruments £'000	Tax losses £'000	Other temporary differences £'000	Total £'000
Balance at 1st May, 2025	**(13,449)**	**(2,179)**	**(1,307)**	**393**	**92**	**(16,450)**
Recognised in:						
- Profit and loss	**(2,819)**	**126**	**44**	**(389)**	**347**	**(2,691)**
- Other comprehensive income	**-**	**-**	**428**	**-**	**-**	**428**
Exchange adjustment	**36**	**(1)**	**-**	**10**	**(12)**	**33**
Transfer to liabilities classified as held for sale	**8,016**	**679**	**724**	**(66)**	**(14)**	**9,339**
Balance at 30th April, 2026	**(8,216)**	**(1,375)**	**(111)**	**(52)**	**413**	**(9,341)**
Balance at 1st May, 2024	(12,671)	(2,043)	(295)	23	378	(14,608)
Recognised in:						
- Profit and loss	(800)	(136)	(174)	371	(275)	(1,014)
- Other comprehensive income	-	-	(839)	-	-	(839)
Exchange adjustment	22	-	1	(1)	(11)	11
Balance at 30th April, 2025	(13,449)	(2,179)	(1,307)	393	92	(16,450)

	2026 £'000	2025 £'000
* Recognised in profit and loss		
Continuing operations (note 9)	**1,648**	506
Discontinued operations (note 3)	**1,043**	508
	2,691	1,014

Deferred tax assets not recognised on losses

	2026 Continuing £'000	2026 Discontinued £'000	**2026 Total £'000**	2025 Total £'000
Gross tax losses	**477**	1,012	**1,489**	716
Deferred tax assets not recognised	**61**	136	**197**	73

The Group has not recognised a deferred tax asset against taxable losses incurred by some of its subsidiaries. Typically, these are subsidiaries, which are still in their formative years and, whilst profitability and the associated recoverability of tax losses is expected in the long-term, it is deemed prudent to not recognise a deferred tax asset at this stage, as a result of the uncertainty.

26. Capital and reserves

Share capital

	2026 £'000	2025 £'000
Authorised, allotted, called up and fully paid:		
At 1st May and 30 April 7,509,600 *(2025: 7,509,600)* ordinary shares of 10p each	**751**	751

The holders of ordinary shares are entitled to receive dividends as declared from time to time and are entitled to one vote per share at meetings of the Company.

Translation reserve

The translation reserve comprises all foreign exchange differences arising from the translation of the financial statements of foreign operations.

26. Capital and reserves *(continued)*

Cash flow hedge reserve and cost of hedging reserve

	Note	2026 £'000	2025 £'000
Derivative assets designated as cash flow hedging instruments	17	**2,942**	4,986
Derivative liabilities designated as cash flow hedging instruments	23	**(887)**	(629)
Gross balances in the hedging reserves for continuing hedges		**2,055**	4,357
Balance remaining in the hedge reserve for which hedge accounting is no longer applied		**769**	177
Deferred tax balance recognised in other comprehensive income		**(706)**	(1,134)
		2,118	3,400
Cash flow hedge reserve			
Attributable to equity holders of the parent		**2,057**	3,657
Attributable to non-controlling interests		**61**	73
		2,118	3,730
Cost of hedging reserve			
Attributable to equity holders of the parent		**-**	(317)
Attributable to non-controlling interests		**-**	(13)
		-	(330)
Total		**2,118**	3,400

The hedging reserve comprises the effective portion of the cumulative net change in the fair value of cash flow hedge instruments related to hedged transactions that have not yet occurred. The cost of hedging reserve relates to the associated costs attaching to the cash flow hedge reserve, such as counterparty risk and forward point adjustments.

The matured derivative contracts carried forward as part of the hedge reserve are those to contracts where the hedge was still effective at maturity but the underlying transactions had not occurred.

Hedge ineffectiveness is measured using the critical terms match approach, whereby the timing, currency and notional value of the hedging instrument match the hedged item.

Hedge ineffectiveness may arise due to:

- differences in the timing of the cash flows of the forecast sales and purchases occurring and the hedging instruments maturing;
- changes in the forecast values for the cash flows of hedged items and hedging instruments; and
- the effect of the counterparties' credit risk on the fair value of the foreign currency forward contracts.

There was no material ineffectiveness in the current year.

The change in value used to calculate current hedge ineffectiveness is shown below:

	2026 £'000	2025 £'000
Highly probable forecast sales	**(2,297)**	(4,440)
Highly probable forecast purchases	**242**	83
Derivative forward exchange contracts	**2,055**	4,357
	-	-

27. Capital management

The Group's main objective when managing capital is to safeguard the Group's ability to continue as a going concern in order to provide returns to shareholders. The Board maintains a strong capital base in order to maintain investor, creditor and market confidence and to sustain future development of the business. Operations are funded through various shareholders' funds, bank debt, leases and, where appropriate, deferred consideration on acquisitions. The capital structure of the Group reflects the judgement of the Board as to the appropriate balance of funding required. At 30th April, 2026, the capital used for continuing and discontinuing operations was £159.9 million *(2025: £151.8 million)* as shown in the following table:

27.Capital management *(continued)*

	2026 £'000	2025 £'000
Cash and cash equivalents	**(18,159)**	(16,643)
Total lease liabilities	**2,339**	3,931
Bank loans - repayable by instalments	**394**	2,196
Bank loans - rolling credit facilities	**47,000**	26,000
Net debt in accordance with IFRS 16	**31,574**	15,484
Operating lease debt (former IAS 17 definition)	**(2,290)**	(1,859)
Relevant net debt for KPI purposes	**29,284**	13,625
Total equity attributable to equity holders of the parent	**130,642**	138,163
Capital	**159,926**	151,788

The Group aims to maintain a strong credit rating and headroom whilst optimising the return to shareholders through an appropriate balance of debt and equity funding. At 30th April, 2026 net debt was £29.3 million *(2025: £13.6 million)*. The gearing ratio is 22.4% *(2024: 9.9%)*.

The Group manages its capital structure and makes adjustments to it with regard to the risks inherent in the business and in light of changes to economic conditions.

Working capital is managed in order to generate maximum conversion of profits into cash and cash equivalents. Proposed dividends are based on current year profits, thereby maintaining equity.

The policy for debt is to ensure a smooth debt maturity profile with the objective of ensuring continuity of funding. The repayment profile for the debt is shown in note 28 (b).

There were no changes in the Group's approach to capital management during the year.

28.Financial risk management

The Group's operations expose it to a variety of financial risks that include the effects of changes in market prices (interest rates, foreign exchange rates and commodity prices), credit risk and liquidity. The Group has in place risk management policies that seek to limit the adverse effects on the financial performance of the Group by using various instruments and techniques.

Risk management policies have been set by the Board and applied by the Group.

The balances for the current year represent continuing operations only. The disclosures for the discontinued operations are included in note 3.

a) Credit risk

The Group's financial assets are cash and cash equivalents; trade and other receivables; contract assets; derivative financial assets; the carrying values of which represent the Group's maximum exposure to credit risk in relation to financial assets.

The credit risk on liquid funds is limited because the counterparties are banks with high credit ratings assigned by international credit rating agencies.

The Group's credit risk is primarily attributable to its trade receivables and is managed through the following processes:

i) The majority of orders accepted by Group companies are backed by credit insurance;

ii) Some orders are accepted with no credit insurance but with letters of credit;

iii) Some orders are accepted with no credit insurance and no letter of credit but with an internal analysis of the customer's size, creditworthiness, historic profitability and payment record;

iv) A few orders (less than 10%), with a material value, are taken at risk, following review by at least two Board members;

v) Major orders are normally accompanied by stage payments, which helps to mitigate the Group's credit risk.

Whilst the theoretical credit risk would be the actual balances themselves as reported within the table below, this assumes that the credit insurance company is also a credit risk for the invoiced trade debtors and contract assets underwritten by them. The Group's insurer enjoys a strong credit rating with the likes of Moody's, S&P and Fitch. As a result, and after having looked back on the Group's track record of negligible impairment losses on these types of assets over the last ten years, the Directors are of the opinion that there is no cost / benefit in performing an ECL type loss analysis. Impairment provisions are, therefore, based on known issues rather than a statistical estimate.

28. Financial risk management *(continued)*

(a) Credit risk *(continued)*

Exposure to credit risk

At the reporting date, the maximum exposure to credit risk for financial assets, stated at their carrying values, was:

	Note	**2026 £'000**	2025 £'000
Contract assets	*5*	**295**	24,310
Trade receivables	*19*	**9,371**	35,931
Other financial assets due within one year	*19*	**185**	1,816
Cash at bank and cash equivalents	*20*	**14,128**	16,643
Derivative financial assets – due after more than one year	*17*	**3,892**	6,061
Derivative financial assets – due within one year	*17*	**1,495**	4,457

Hypothetical Credit Risk Exposure (by Geographic Region) – assuming no credit insurance

At the reporting date, the maximum exposure to credit risk for trade receivables, stated at their carrying values, before taking into account credit insurance, was:

	2026 £'000	2025 £'000
UK	**2,170**	5,973
Rest of Europe	**916**	4,881
USA	**29**	5,860
Pacific Basin	**4,441**	12,110
Rest of World	**1,815**	7,107
	9,371	35,931

The ageing of trade receivables and impairment at the reporting date was:

	2026			2025		
	Net £'000	**Gross £'000**	**Impairment provision £'000**	Net £'000	Gross £'000	Impairment provision £'000
Current (Not past due)	**7,392**	**7,392**	**-**	28,281	28,293	(12)
1 - 30 days past due	**1,389**	**1,389**	**-**	4,813	4,813	-
31 - 90 days past due	**427**	**451**	**(24)**	2,388	2,399	(11)
More than 90 days past due	**163**	**336**	**(173)**	449	712	(263)
	9,371	**9,568**	**(197)**	35,931	36,217	(286)

Management believes that there are no significant credit risks remaining with the above net receivables and that the credit quality of customers is good, based on a review of past payment history and the current financial status of the customers. Included in trade receivables are retentions which are job specific and have varying due dates depending on the complexity of the job. These are included in the current category. The Group has not renegotiated the terms of any trade receivables and has not pledged any trade receivables as security.

The Directors estimate that the fair value of the Group's trade and other receivables is approximate to their carrying values.

An analysis of the provision for impairment of receivables is as follows:

	2026 £'000	2025 £'000
Opening balance at 1st May	**286**	278
Increase in provision	**57**	124
Release of provision	**(120)**	(54)
Provision utilised during the year	**(8)**	(48)
Exchange adjustment	**12**	(14)
Transfer to assets classified as held for sale (note 3)	**(30)**	-
Closing balance at 30th April	**197**	286

(b) Liquidity risk

Liquidity risk is the risk that the Group will not be able to meet its financial obligations as they fall due.

The Group's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Group's reputation.

At the year-end the Group had the following unutilised bank facilities in respect of which all conditions precedent had been met:

28. Financial risk management *(continued)*

(b) Liquidity risk *(continued)*

	2026 £'000	2025 £'000
Uncommitted	**6,000**	6,050
Committed	**37,500**	43,500
Total unutilised bank facilities	**43,500**	49,550

The Group's principal borrowing facilities are provided by three banks in the form of borrowings and short-term overdraft facilities. The quantum of borrowing facilities available to the Group is reviewed regularly in light of current working capital requirements and the need for capital investment for the long-term future for the Group.

Maturity analysis

The table below analyses the Group's financial liabilities into maturity groupings based on the period outstanding at the balance sheet date up to the contractual maturity date. All figures are contracted gross cash flows that have not been discounted.

	2026 Contractual Cash Flows					
	Within 1 year £'000	**2-3 years £'000**	**4-5 years £'000**	**5+ years £'000**	**Total £'000**	**Carrying value £'000**
Non-derivative financial liabilities						
Lease liabilities	**409**	**649**	**317**	**240**	**1,615**	**1,430**
Trade and other financial liabilities	**12,301**	**-**	**-**	**-**	**12,301**	**12,301**
Total non-derivatives	**12,710**	**649**	**26,317**	**240**	**13,916**	**13,731**
Derivatives financial liabilities						
Forward exchange contracts:						
(Inflow)	**(4,488)**	**(8,998)**	**(5,194)**	**-**	**(18,680)**	**-**
Outflow	**4,547**	**9,064**	**-**	**-**	**13,611**	**125**
Total derivatives	**59**	**66**	**(5,194)**	**-**	**(5,069)**	**125**

	2025 Contractual Cash Flows					
	Within 1 year £'000	2-3 years £'000	4-5 years £'000	5+ years £'000	Total £'000	Carrying value £'000
Non-derivative financial liabilities						
Bank overdrafts	-	-	-	-	-	-
Bank loans - repayable by instalments	941	598	164	654	2,357	2,196
Bank loans - revolving	14,000	11,000	1,000	-	26,000	26,000
Lease liabilities	1,690	1,769	423	406	4,288	3,931
Trade and other financial liabilities	36,801	-	-	-	36,801	36,801
Total non-derivatives	53,432	13,367	1,587	1,060	69,446	68,928
Derivatives financial liabilities						
Forward exchange contracts:						
(Inflow)	(13,748)	(4,460)	(6,858)	-	(25,066)	-
Outflow	13,987	4,414	7,381	-	25,782	684
Total derivatives	239	(46)	523	-	716	684

Bank loans repayable by instalments include a loan of £1 million with the final payment due in the year ended 30th April, 2039, which was repaid in full during the current financial year.

28. Financial risk management *(continued)*

(c) Market risk

Foreign exchange risk

The Group is subject to fluctuations in exchange rates on its net investments overseas and transactional monetary assets and liabilities not denominated in the operating (or "functional") currency of the operating unit involved.

The Group is exposed to fluctuations in several currencies which give rise to the net currency gains and losses recognised in the statement of profit and loss.

In respect of other monetary assets and liabilities held in currencies, the Group ensures that the net exposure is eliminated through the use of forward exchange contracts or spot transactions at the time the contractual commitment is in place.

Currency derivatives

The Group utilises currency derivatives to hedge future highly probable transactions. There is an economic relationship between the hedged items and the hedging instrument as the notional amount and maturity dates of the hedging instrument match the expected values and timing of the highly probable sales and purchases. The Group has established a hedge ratio of 1:1 for the hedging relationships because the underlying risk of the currency derivatives is the same as the currency risk of the highly probable sales and purchases.

Forecast transactions

The Group classifies its forward exchange contracts hedging forecast transactions as cash flow hedges and states them at fair value.

Recognised assets and liabilities

Changes in the fair value of forward exchange contracts, which economically hedge monetary assets and liabilities in foreign currencies and for which no hedge accounting is applied, are recognised in the statement of profit and loss. Both the changes in fair value of the forward contracts and the foreign exchange gains and losses relating to the monetary items, are recognised as part of administrative expenses.

Currency profile of financial assets and liabilities:

The non-derivative foreign currency balances have been translated into Sterling using the reporting date spot rates below.

28. Financial risk management *(continued)*

(c) Market risk *(continued)*

Foreign exchange risk *(continued)*

The non-derivative foreign currency balances have been translated into Sterling using the reporting date spot rates below.

	2026				2025			
	US Dollar £'000	**Euro £'000**	**Other £'000**	**Total £'000**	US Dollar £'000	Euro £'000	Other £'000	Total £'000
Non-derivatives								
Trade and other receivables	**1,144**	**704**	**-**	**1,848**	8,740	3,312	6,374	18,426
Cash and cash equivalents	**338**	**63**	**16**	**417**	2,849	206	172	3,227
Trade and other payables	**(524)**	**(589)**	**(31)**	**(1,144)**	(618)	(597)	(65)	(1,280)
Total non-derivatives	**958**	**178**	**(15)**	**1,121**	10,971	2,921	6,481	20,373
Derivatives - fair value								
Forward exchange contracts - assets	**465**	**39**	**19**	**523**	4,951	307	472	5,730
Forward exchange contracts - liabilities	**(46)**	**(76)**	**(18)**	**(140)**	(579)	(28)	(77)	(684)
	419	**(37)**	**1**	**383**	4,372	279	395	5,046
Derivatives - nominal value								
Forward exchange contracts - assets	**9,341**	**4,275**	**2,953**	**16,569**	126,113	25,309	19,399	170,821
Forward exchange contracts - liabilities	**4,479**	**6,308**	**2,979**	**13,766**	13,018	4,037	8,817	25,872
Total gross contractual cash flows	**13,820**	**10,583**	**5,932**	**30,335**	139,131	29,346	28,216	196,693

Exchange Rates

The following significant exchange rates applied during the year, for reporting purposes:

	2026		2025	
	Average exchange rate	**Reporting date spot rate**	Average exchange rate	Reporting spot rate
US Dollar (USD)...	**1.3431**	**1.3582**	1.2811	1.3356
Euro (EUR)	**1.1546**	**1.1582**	1.1888	1.1749

Hypothetical Sensitivity analysis

IFRS 7 requires disclosure of the Group's exposure to hypothetical changes in foreign exchange rates. The following hypothetical sensitivities are based on the derivative and non-derivative foreign currency balances in the table above. As foreign exchange rates and interest rates continue to fluctuate significantly, the Board considers it most appropriate to provide the hypothetical sensitivities for a 1% change, because these figures can be extrapolated proportionately, to obtain an estimate of the impact of larger movements. The Group's exposure to foreign currency movements for all other foreign currencies is not considered material.

28. Financial risk management *(continued)*

Hypothetical Sensitivity analysis *(continued)*

	2026 Effect on equity £'000	**2026** Effect on profit before tax £'000	2025 Effect on equity £'000	2025 Effect on profit before tax £'000
GBP strengthens by 1% against USD	**44**	**20**	843	398
GBP strengthens by 1% against EUR	**(19)**	**13**	122	78
GBP weakens by 1% against USD	**(45)**	**(20)**	(860)	(406)
GBP weakens by 1% against EUR	**20**	**(14)**	(124)	(79)

(d) Interest rate risk

The Group is subject to fluctuations in interest rates on its borrowings and surplus cash. The Group is aware of the financial products available to hedge against adverse movements in interest rates. Formal reviews are undertaken to determine whether such instruments are appropriate for the Group.

Interest rate swap

In July 2021, the Company signed a contract to mitigate the impact of interest rate risk by taking out an interest rate swap derivative fixing £30 million of notional debt at less than 1% versus the variable inter-bank lending rate (SONIA) for a period of 10 years, from 1st September, 2021 to 31st August, 2031. Hedge accounting is not applied for this instrument and all movements in fair value are recognised in profit and loss.

The table below shows the Group's financial assets and liabilities split by those bearing fixed and floating rates and those that are non interest-bearing.

	2026 Fixed rate £'000	**2026** Floating rate £'000	**2026** Non interest-bearing £'000	**2026** Total £'000	2025 Fixed rate £'000	2025 Floating rate £'000	2025 Non interest-bearing £'000	2025 Total £'000
Cash and cash equivalents	**-**	**14,128**	**-**	**14,128**	-	16,643	-	16,643
Contract assets	**-**	**-**	**295**	**295**	-	-	24,310	24,310
Trade and financial assets	**-**	**-**	**9,556**	**9,556**	-	-	37,747	37,747
Derivative assets	**-**	**-**	**5,387**	**5,387**	-	-	10,518	10,518
Contract liabilities*	**-**	**-**	**(386)**	**(386)**	-	-	(55,162)	(55,162)
Trade and other financial liabilities	**-**	**-**	**(12,301)**	**(12,301)**	-	-	(36,801)	(36,801)
Derivative liabilities	**-**	**-**	**(125)**	**(125)**	-	-	(684)	(684)
Bank loans - repayable by instalments	**-**	**-**	**-**	**-**	(2,196)	-	-	(2,196)
Bank loans - revolving	**-**	**(47,000)**	**-**	**(47,000)**	-	(26,000)	-	(26,000)
Lease liabilities	**(1,430)**	**-**	**-**	**(3,931)**	(1,937)	(1,994)	-	(3,931)
	(1,430)	**14,128**	**2,426**	**15,124**	(4,133)	(11,351)	(20,072)	(35,556)

*The contract liabilities are predominantly advance payments from customers.

The fixed interest rates for bank loans repayable by instalments are 1.96% to 3.15%. Floating interest rates for bank loans are calculated as SONIA or UK base rate, with bank margins of less than 2.1%.

Sensitivity analysis

As the Group has floating rate borrowings lower than the interest rate SWAP of £30 million, that is in place until August 2031 and the Board intends to keep borrowing at or below this amount, therefore any change in the interest rates, either an increase or a decrease, would not change the Group's profitability, due to being fully hedged. A 1% decrease in interest rates would increase profit before tax by £nil *(2025: £nil)*.

29. Total financial assets and liabilities

IFRS 7 requires that the classification of financial instruments at fair value be determined by reference to the source of inputs used to derive the fair value. This classification uses the following three-level hierarchy:

Level 1 - quoted prices (unadjusted) in active markets for identical assets or liabilities;

Level 2 - inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices);

Level 3 - inputs for the asset or liability that are not based on observable market data (unobservable inputs).

The table below sets out the Group's accounting classification of financial assets and liabilities and their fair values at 30th April, 2026 and 30th April, 2025. for continuing operations. The equivalent disclosures for discontinuing operations are Included in note 3.

		Year ended 30th April, 2026		Year ended 30th April, 2025	
	Level	**Carrying amount £'000**	**Fair value £'000**	Carrying amount £'000	Fair value £'000
Financial assets					
Amortised cost					
Cash and cash equivalents ...	Other	**14,128**	**14,128**	16,643	16,643
Trade receivables	Other	**9,371**	**9,371**	35,931	35,931
Other financial assets	Other	**185**	**185**	1,816	1,816
Fair value through profit and loss					
Derivative financial assets ...	Level 2	**19**	**19**	744	744
Interest rate swap	Level 2	**4,836**	**4,836**	4,788	4,788
Fair value - hedging instrument					
Derivative financial assets ...	Level 2	**532**	**532**	4,986	4,986
Total financial assets ...		**29,071**	**29,071**	64,908	64,908

		Year ended 30th April, 2026		Year ended 30th April, 2025	
Financial liabilities					
Amortised cost					
Trade payables	Other	**7,048**	**7,048**	21,303	21,303
Other financial liabilities ...	Other	**5,253**	**5,253**	4,107	4,107
Lease liabilities	Other	**1,430**	**1,616**	3,931	4,288
Bank loans - repayable by instalments ...	Other	**-**	**-**	2,196	2,358
Bank loans - rolling credit facilities ...	Other	**47,000**	**47,000**	26,000	26,000
Fair value through profit and loss					
Derivative financial liabilities	Level 2	**1**	**55**	55	55
Fair value - hedging instrument					
Derivative financial liabilities	Level 2	**124**	**124**	629	629
Total financial liabilities ...		**13,856**	**14,042**	58,221	58,740

Derivative financial instruments not designated as cash flow hedging instruments are measured at fair value through profit and loss.

The fair value of the short-term cash and cash equivalents, trade and other receivables, contract assets, trade and other financial liabilities, and contract liabilities, is the same as carrying value.

30. Capital Commitments

Contracted capital commitments at 30th April, 2026 for which no provision has been made in these financial statements were £2,442,287 *(2025: £5,985,188)*.

31. Guarantees and contingencies

The table below sets out the number and value of unexpired bank guarantee bonds as at 30th April, 2026 and 30th April, 2025. These guarantee bonds are required as part of the terms and conditions within our Mechanical Engineering contracts.

	2026 £'000	2025 £'000
2 guarantee and bonds contracts *(2025: 2) - continuing*	**32**	32
146 guarantee and bonds contracts *(2025: 140) - discontinued*	**18,575**	14,318
	18,607	14,350

32. Subsequent events

The Board of Directors announced on 7th August, 2026 that it has commenced a strategic review during the year to consider a range of potential options to maximise value for shareholders whilst ensuring continuity for all stakeholders, including customers and the long-term prosperity of its businesses. These options include the sale of the Mechanical Engineering Division, which includes Goodwin Steel Castings Limited, Goodwin International Limited, Noreva GmbH, Easat Group and the Pump Division.

After the balance sheet date an ordinary dividend of 330p per qualifying ordinary share was proposed by the Directors *(2025: Ordinary dividend of 280p)*.

The current year proposed ordinary dividend of £24,782,000 (2025: Proposed ordinary dividend of £21,027,000) has not been recognised as a liability within these financial statements.

33. Non-principal subsidiaries and associates

Company name	Registered address*	Country of Incorporation	Class of shares held	% held
Continuing:				
Gold Star Brasil Industria E Comercio de Materials Para Fundicao Ltda	7	Brazil	Ordinary	100.0
Jewelry Wax Limited	13	Thailand	Ordinary	61.5
GRS Silicone Company Limited	16	China	Ordinary	75.5
Shenzhen King-Top Modern Hi-Tech Company Limited	15	China	Ordinary	75.5
Llwynderw Woodland Limited	1	England and Wales	Ordinary	100.0
Discontinuing:				
Goodwin Engineering Training Company Limited	1	England and Wales	Ordinary	100.0
Goodwin Submersible Pumps West Africa Limited ...	17	Ghana	Ordinary	100.0
Aldercroft Development Limited	1	England and Wales	Ordinary	100.0
Non-principal holding companies:				
Goodwin Refractory Services Holdings Limited	1	England and Wales	Ordinary	100.0
Goodwin Refractory Services Thailand Limited	10	Thailand	Ordinary	61.5
Ying Tai (U.K.) Limited	1	England and Wales	Ordinary	75.5
Non-principal Associates:				
Tet Goodwin Property Company Limited	10	Thailand	Ordinary	49.0
Dormant companies:				
Gold Star Powders Limited	1	England and Wales	Ordinary	100.0
Net Central Limited	1	England and Wales	Ordinary	100.0
Sandersfire International Limited	1	England and Wales	Ordinary	100.0
Soluform Limited	1	England and Wales	Ordinary	100.0
Specialist Refractory Services Limited	1	England and Wales	Ordinary	100.0

*The registered address for each company can be found in note 35.

All of the above companies are included as part of the consolidated accounts. The trading companies are all involved in mechanical or refractory engineering.

34. Related parties

Transactions between the Company and its subsidiaries have been eliminated on consolidation and are not reported in this note. Year end balances and transactions during the year with the Group's associate company, Tet Goodwin Property Company Limited, are shown below.

	2026 £'000	2025 £'000
Rental cost	**310**	288

35. Registered offices of subsidiaries and associates

The registered offices of the companies listed in notes 13 and 32 are listed below

1. Ivy House Foundry, Hanley, Stoke-on-Trent ST1 3NR
2. Brassington, Nr. Matlock, Derbyshire DE4 4HF
3. 13-1, Jungbong-daero, 396 Beon-Gil, Seo-gu, Incheon, South Korea
4. No 39/1-5, Old Mahabalipuram Road, Kalavakkam, Thiruporur Chengalpattu District – 603110, India
5. Suite C, F1, Building #14, Xiya Road No.11, Waigaoqiao Free Trade Zone, 200131, Shanghai, China
6. Hocksteiner Weg 56, D - 41189 Mönchengladbach, Germany
7. Rua das Margaridas s/n, No. 70, Barrio Terra Preta - Mairipora – SP, CEP 07662-025, São Paulo, Brazil
8. Confidential Tax and Business Services, Level 1, 449 Gympie Road, Kedron Qld 4031, Australia
9. Koivupuistontie 34, 01510 Vantaa, Finland
10. 99/9 Moo5 Khlong Yong, Bhudhamontol, Nakhon Pathom, 73170 Thailand
11. No.73, Jiao Xin Road, Lanhe Town, Nansha District, Guangzhou City, 511480, China
12. 400 metres North from Nan Zhai Committee, Xifuzhen Street, Chengyang District, Qingdao City, 266106, China
13. 311/4-5, Mu 10, Khlong Maduea Sub-district, Krathum Baen District, Samut Sakhon Province, Thailand
14. Unit 1 Bridgeway Business Park, Cnr Sam Green Road and Pinnacle Close, Tunney Extension 9, Germiston, Gauteng, 1401, South Africa
15. No.2-1, Shanzixia Road, Dakang Community, Yuanshan Street, Longgang District, Shenzhen City, Guangdong, China
16. 101,102 or No5, 165 Minsheng Road, Lanhe Town, Nansha District, Guangzhou, China
17. 11, NII Ablade Kotey Avenue, East Legon, Accra, Ghana

GOODWIN PLC

COMPANY BALANCE SHEET
at 30th April, 2025

	Note	2026 £'000	2025 £'000
NON-CURRENT ASSETS			
Property, plant and equipment	*C4*	**26,882**	48,029
Investment properties	*C4*	**13,305**	35,987
Right-of-use assets	*C4*	**-**	4,264
Investments	*C5*	**13,250**	29,843
Intangible assets	*C6*	**4,743**	14,797
Derivative financial assets	*29, C8*	**3,881**	3,913
Group receivables	*C9*	**33,815**	37,139
		95,876	173,972
CURRENT ASSETS			
Other receivables	*C9*	**3,191**	1,066
Derivative assets	*28, C8*	**1,000**	876
Cash at bank and in hand		**10,764**	7,575
		14,955	9,517
ASSETS CLASSIFIED AS HELD FOR SALE	C7	**78,887**	-
TOTAL ASSETS		**189,718**	183,489
CURRENT LIABILITIES			
Borrowings	*C10*	**-**	15,860
Trade and other payables	*C11*	**43,498**	40,807
Corporation tax payable		**3,114**	1
Derivative liabilities		**1**	1
		46,612	56,668
LIABILITIES CLASSIFIED AS HELD FOR SALE	C7	**54,080**	-
NON-CURRENT LIABILITIES			
Borrowings		**45,500**	13,415
Accruals and deferred income	C10	**-**	733
Derivative liabilities		**18**	-
Deferred tax liabilities	*C12*	**7,660**	11,738
		7,678	25,886
TOTAL LIABILITIES		**108,370**	82,554
NET ASSETS		**81,348**	100,935
EQUITY			
Called up share capital	*C13*	**751**	751
Cash flow hedge reserve		**11**	1
Profit and loss account		**80,586**	100,183
TOTAL EQUITY		**81,348**	100,935
Profit after tax for the year - continuing operations		**9,149**	8,871
Profit after tax for the year - discontinued operations		**32,232**	10,896
Profit after tax for the year		**41,381**	19,767

These financial statements were approved by the Board of Directors on 27th August, 2026 and signed on its behalf by:

T. J. W. Goodwin
Director

M. S. Goodwin
Director

S. R. Goodwin
Director

The notes on pages 110 to 120 form part of these financial statements.

Company Registration Number: 305907

GOODWIN PLC

COMPANY STATEMENT OF COMPREHENSIVE INCOME

for the year ended 30th April, 2026

	2026 £'000	2025 £'000
PROFIT FOR YEAR	**41,381**	19,767
OTHER COMPREHENSIVE INCOME / (EXPENSE)		
ITEMS THAT MAY BE RECLASSIFIED SUBSEQUENTLY TO PROFIT AND LOSS:		
Cash flow hedges - effective portion of changes in fair value	**8**	(327)
Cash flow hedges - amounts transferred to profit and loss	**5**	(91)
Cash flow hedges - deferred tax (charge) / credit	**(3)**	104
Cost of hedging - changes in fair value	**-**	86
Cost of hedging - amounts transferred to profit and loss...	**-**	10
Cost of hedging - deferred tax (charge) ... ... -	-	(24)
OTHER COMPREHENSIVE (EXPENSE) / INCOME FOR THE YEAR, NET OF INCOME TAX	**10**	(242)
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	**41,391**	19,525

The notes on pages 110 to 120 form part of these financial statements.

GOODWIN PLC

COMPANY STATEMENT OF CHANGES IN EQUITY

for the year ended 30th April, 2026

	Share capital £'000	Cash flow hedge reserve £'000	Cost of hedging reserve £'000	Retained earnings £'000	Total equity £'000
YEAR ENDED 30TH APRIL, 2026					
Balance at 1st May, 2025 ...	**751**	**1**	**-**	**100,183**	**100,935**
Profit for the year	**-**	**-**	**-**	**41,381**	**41,381**
Effective portion of changes in fair value	**-**	**8**	**-**	**-**	**8**
Amounts reclassified to profit and loss	**-**	**5**	**-**	**-**	**5**
Deferred tax (charge)	**-**	**(3)**	**-**	**-**	**(3)**
Other comprehensive income for the year	**-**	**10**	**-**	**-**	**10**
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	**-**	**10**	**-**	**41,381**	**41,391**
Transactions with owners					
Dividends paid	**-**	**-**	**-**	**(60,978)**	**(60,978)**
BALANCE AT 30TH APRIL, 2026	**751**	**11**	**-**	**80,586**	**81,348**
YEAR ENDED 30TH APRIL, 2025					
Balance at 1st May, 2024 ...	751	315	(72)	85,862	91,875
Profit for the year	-	-	-	16,785	16,785
Effective portion of changes in fair value	-	(327)	86	-	(241)
Amounts reclassified to profit and loss	-	(91)	10	-	(81)
Deferred tax (charge) / credit	-	104	(24)	-	80
Other comprehensive income / (expense) for the year	-	(314)	72	-	(242)
TOTAL COMPREHENSIVE INCOME FOR THE YEAR	-	(314)	72	19,767	19,525
Transactions with owners					
Dividends paid	-	-	-	(9,988)	(9,988)
BALANCE AT 30TH APRIL, 2025	751	1	-	100,183	100,935

The notes on pages 110 to 120 form part of these financial statements.

C1 Accounting policies

Principal accounting policies

These financial statements present information about the Company as an individual undertaking and not about its Group. These financial statements were prepared in accordance with Financial Reporting Standard 101 Reduced Disclosure Framework ("FRS 101").

Basis of accounting

Goodwin PLC (the "Company") is a Company incorporated and domiciled in England and Wales.

These financial statements have been prepared in accordance with International Accounting Standards as adopted by the UK and in conformity with the requirements of the Companies Act 2006.

The Company proposes to continue to adopt the reduced disclosure framework of FRS 101 in its next financial statements. The accounting policies set out below have, unless otherwise stated, been applied consistently to all periods presented in these financial statements. The Company is exempt under S408 (3) Companies Act 2006 from the requirement to present its own profit and loss account.

In these financial statements, the Company has applied the exemptions available under FRS 101 in respect of the following disclosures:

- A cash flow statement and related notes;
- Comparative period reconciliations for share capital, tangible fixed assets and intangible assets;
- Disclosures in respect of transactions with wholly-owned subsidiaries;
- Disclosures in respect of capital management; and
- The effects of new but not yet effective IFRSs.

As the consolidated financial statements of Goodwin PLC include the equivalent disclosures, the Company has also taken the exemptions under FRS 101 available in respect of certain disclosures required by IFRS 13 Fair Value Measurement and the disclosures required by IFRS 7 Financial Instrument Disclosures.

Judgements made by the Directors, in the application of these accounting policies, that have significant effect on the financial statements and estimates with a significant risk of material adjustment in the next year are discussed in note 2 of the Group financial statements.

Measurement convention

The financial statements have been prepared under the historical cost accounting rules except where the measurement of balances at fair value is required as below.

Discontinued operations

As explained in the Chairman's statement and note 3 to the Group financial statements, the Board of Directors has commenced a strategic review of the Mechanical Engineering Division to consider a range of potential options to maximise value for shareholders whilst ensuring continuity for all stakeholders, including customers and the long-term prosperity of its businesses. These options include the sale of the Mechanical Engineering Division, which includes Goodwin Steel Castings Limited, Goodwin International Limited, Noreva GmbH, Easat Group and the Pump Division.

After reviewing the options available, the Board of Directors decided that the preferred course of action was to progress with a formal disposal process. Rothschild and Co were appointed as the Group's financial adviser to manage that process, engage with interested parties and invite indicative and, subsequently, binding offers for the businesses identified for disposal.

The Board of Directors have considered the provisions of IFRS 5 and consider that they have met the requirements for the Financial Statements to be prepared as required by the standard for Assets Held for Sale and discontinued operations.

The scope of the proposed disposal was determined following consideration of the level of interest expressed by external parties, together with an assessment of the strategic fit of the businesses and the value that could be realised for shareholders. Following the assessment, detailed financial, commercial and operational information was prepared to support the disposal process and enable the businesses identified for disposal to be separate from those intended to remain within the Group and for interested parties to undertake their evaluation of those businesses.

To comply with IFRS 5 Non-Current Assets Held for Sale and Discontinued Operations, the assets and liabilities relating to these companies and any central assets, liabilities and costs that would not be continuing after any potential sale, have been classified as discontinued operations in these financial statements. The profit and loss account has been restated for the previous period, in order to report the continuing operations on a comparable basis. The result from the discontinuing operations has been reported in one line on the income statement, with the detailed analysis of the profit and loss being included in note 3.

The balance sheet is not restated for the prior period. For the current period, the assets of the disposal group are reported in a separate line on the consolidated balance sheet.

Investments in subsidiary and associate undertakings

In the Company's financial statements, investments in subsidiary and associated undertakings are stated at cost less amounts written off for impairment.

Foreign currency

Transactions in foreign currencies are translated to the respective functional currencies at the foreign exchange rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies at the balance sheet date are translated at the foreign exchange rate ruling at that date. Foreign exchange differences arising on translation are recognised in the statement of profit and loss within operating profit.

C1 Accounting policies *(continued)*

Financial instruments

Financial assets and financial liabilities are recognised on the Company's balance sheet when the Company has become a party to the contractual provisions of the instrument. The principal financial assets and liabilities of the Company are as follows:

Principal non-derivative financial assets

Other receivables

Other receivables principally comprise short-term sales taxes repayable to the Company and receivables from Group undertakings. After being recognised initially at fair value, other receivables are measured, subsequently, at amortised cost. The carrying amount of other receivables is considered to be a reasonable approximation of their fair value. The Company has not made a provision for expected credit losses (ECLs) as it deems that the amounts due from Group undertakings are fully recoverable, given that the Company is privy to both the accounts and future prospects of those Group companies. If an impairment provision is required, where the carrying value of an amount owed by a Group undertaking cannot be fully supported, and it is a material amount, then this is provided for in the Company's financial statements.

Cash and cash equivalents

Cash and cash equivalents comprise cash at bank and in hand including cash deposits with an original maturity of three months or less.

Equity instruments

Equity instruments are stated at par value, with the par value of ordinary shares being reported as share capital.

Principal non-derivative financial liabilities

Financial liabilities are classified according to the substance of the contractual arrangements into which the Company has entered.

Bank borrowings

Interest-bearing bank loans and overdrafts are recorded, initially, at their fair value less attributable transaction costs. They are subsequently carried at their amortised cost and finance charges and are recognised in the statement of profit and loss over the term of the instrument using an effective rate of interest.

Trade and other payables

Trade and other payables are recognised, initially, at fair value and, subsequently, at amortised cost using the effective interest method where material.

Derivative assets and liabilities

Derivative financial assets and liabilities are recognised at fair value. The fair value of forward foreign exchange contracts is equal to the present value of the difference between the contractual forward price and the current forward price for the residual maturity of the contract adjusted for counterparty credit risk. The recognition of the gain or loss on re-measuring to fair value those forward foreign exchange contracts, which are used for hedging, is outlined below; for other forward foreign exchange contracts and the interest rate swap derivative, the gain or loss is recognised in the profit and loss.

Cash flow hedges

Where a derivative financial instrument is designated as a hedge of the variability in cash flows of a recognised asset or liability, or a highly probable forecast transaction, the effective part of any gain or loss on the derivative financial instrument is recognised directly in the hedging reserves. The Company's hedge relationships are aligned with its risk management objectives and strategy, resulting in a more qualitative and forward-looking approach in ensuring hedge effectiveness. These hedging arrangements have been put in place to mitigate foreign currency exchange risk arising from certain highly probable sales and purchases transactions denominated in foreign currencies.

For cash flow hedges, the associated cumulative gain or loss on the relevant derivative financial instrument is removed from equity and recognised in the statement of profit and loss in the same period or periods during which the hedged forecast transaction affects the statement of profit and loss. Any identified ineffective portion of the hedge is recognised immediately in the statement of profit and loss. The full value of the change in fair value is designated as the hedging instrument and taken to the cash flow hedge reserve.

Where a derivative financial instrument is not hedge accounted, all changes in fair value are recognised immediately in profit and loss.

When a hedging instrument expires or is sold, terminated or exercised, or the Company revokes the designation of the hedge relationship but the hedged forecast transaction is still expected to occur, the cumulative gain or loss, at that point, remains in equity and is recognised in accordance with the above policy when the transaction occurs. If the cash flow hedge transaction is no longer expected to take place, the cumulative unrealised gain or loss recognised in equity is recognised in the statement of profit and loss immediately, within administrative expenses.

Property, plant and equipment

Property, plant and equipment are stated at cost less accumulated depreciation and impairment losses.

Where parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items of property, plant and equipment.

C1 Accounting policies *(continued)*

Property, plant and equipment *(continued)*

Depreciation is charged to the statement of profit or loss over the estimated useful lives of each part of an item of property, plant and equipment on the following bases:

Freehold land	Nil
Freehold buildings	25 -50 years on reducing balance or cost
Plant and machinery	4 -20 years on reducing balance or cost
Motor vehicles	4 -7 years on reducing balance or cost
Tooling	Over estimated production life
Other equipment	4 - 7 years on reducing balance or cost
Assets in course of construction ...	Nil

Depreciation is charged on cost for assets acquired after April 2023. Most assets acquired before that date are being depreciated on a reducing balance basis.

Investment properties

Investment properties are properties which are held either to earn rental income or for capital appreciation or for both. Investment properties are stated at cost less accumulated depreciation.

Depreciation is charged to the statement to profit and loss on a straight-line or reducing balance basis over the estimated useful lives of investment properties, which is typically 25 years.

Government grants

Government grants relating to income are recognised in the statement of profit and loss.

Unamortised government grants relating to property, plant and equipment are recognised in the balance sheet as deferred income. Amortisation of such grants is credited to profit and loss in accordance with the useful lives of the assets to which they relate.

Leases

Definition of a lease

A contract is a lease or contains a lease if it transfers the right to use an identified asset over the contract term, in exchange for payment. In determining whether a contract gives the Company the right to use an asset, the Company assesses whether:

- the contract involves the use of an identified asset;
- the Company has the right to obtain substantially all of the economic benefit of using the asset; and
- the Company has the right to direct the use of the asset by deciding how the asset is employed.

Lease term

The lease term is the non-cancellable period of a lease, and options to extend the lease or terminate it, where it is probable that the Company will exercise the available options. At the start of a lease, the Company makes a judgement about whether it is reasonably certain to exercise the options, and reassesses this judgement when a change in circumstances may affect the likelihood of exercising the options. Contracts, where the original lease term has expired, with assets continuing to be leased on a short-term rolling basis of a few months, are treated as short-term leases.

Lease balances

A right-of-use asset and a lease liability are calculated at the beginning of a lease. The right-of-use asset is measured initially at cost, being the opening lease liability, adjusted for any lease payments made by the start of the lease, and for any initial direct costs, which have been incurred.

The lease liability is measured initially at the present value of the lease payments, which are outstanding at the start date, discounted at either the rate implicit in the lease or the Company's incremental borrowing rate. With the exception of leases containing an option to purchase, the Company uses its incremental borrowing rate as the discount rate. Lease liabilities are measured at amortised cost, using the effective rate, and adjusted, as required, for any subsequent change to the lease terms.

The right-of-use asset is depreciated on a straight-line basis over the lease term, or from the start date of the lease to the end of the useful life of the right-of-use asset as appropriate. The method of calculating the estimated useful lives of the right-of-use assets and testing for impairment is the same as that for property, plant and equipment.

Recognition exemptions

Payments for short-term leases, lasting twelve months or less, without a purchase option, are reported as an operating expense on a straight-line basis over the term of the lease.

The cost of leasing low-value items is reported as an operating expense over the life of the lease.

Intangible fixed assets and amortisation

Manufacturing rights, brand names and customer lists purchased by the Company are amortised to nil by equal annual instalments over their estimated useful lives. Expenditure on development activities is capitalised if the product or process is technically and commercially feasible and the Company has sufficient resources to complete development. The expenditure capitalised includes the cost of materials, direct labour and an appropriate proportion of overheads.

C1 Accounting policies *(continued)*

Intangible fixed assets and amortisation *(continued)*

Amortisation rates are as follows:

Manufacturing rights	11 - 15 years
Brand names	20 years
Software and licences	3 - 5 years
Intellectual property rights	20 years
Non-compete agreements	2 - 15 years
Capitalised development costs ...	Minimum expected order unit intake or minimum product life

Finance income and costs

Finance costs comprise interest payable and interest on finance leases using the effective interest method, together with the amortisation of any facility arrangement fees. Borrowing costs directly attributable to the acquisition, construction or production of an asset, which takes a substantial time to be prepared for use, are capitalised as part of the cost of that asset.

Interest income and interest payable is recognised in the statement of profit and loss as it accrues.

Pension costs

The Company contributes to a defined contribution pension scheme for employees under an Auto Enrolment Pension arrangement, as required by Government legislation. The assets of the scheme are held in independently administered funds. Company pension costs are charged to the statement of profit and loss in the year for which contributions are payable.

Taxation

Tax on the profit and loss for the year comprises current and deferred tax. Tax is recognised in the statement of profit and loss except to the extent that it relates to items recognised in other comprehensive income.

Current tax is the expected tax payable on the taxable income for the year, using tax rates enacted or substantively enacted at the balance sheet date, and any adjustment to tax payable in respect of previous years.

Deferred tax is provided on temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. The amount of deferred tax provided is based on the expected manner of realisation or settlement of the carrying amount of assets and liabilities, using tax rates enacted or substantively enacted at the balance sheet date.

A deferred tax asset is recognised only to the extent that it is probable that future taxable profits will be available against which the asset can be utilised.

Interest swap derivative

The mark to market value of the Company's interest rate swap derivative is treated as not being hedged with the movement on the mark to market valuation being taken through the profit and loss account.

C2 Auditor's remuneration

	2026	2025
Included in the profit / (loss) before taxation are the following:	**£'000**	£'000
Fees receivable by the auditor and the auditor's associates in respect of:		
Audit of these financial statements	**154**	133

C3 Staff numbers and costs

The average number of persons employed by the Company (including Directors) during the year, analysed by category, was as follows:

	2026	2025
Administration staff	**57**	59
Less: employees within discontinuing operations	**(21)**	(21)
	36	38

	2026	2025
The aggregate payroll costs of these persons were as follows:		
Wages and salaries	**7,950**	6,067
Social security costs	**788**	661
Other pension costs	**104**	88
	8,842	6,816
Reported as:		
Continuing operations	**2,995**	2,261
Discontinued operations	**5,847**	4,555
	8,842	6,816

C3 Staff numbers and costs *(continued)*

Details of the Directors' remuneration can be found within the Directors' Remuneration Report on page 38. The emoluments of the highest paid Director were £465,000 *(2025: £451,000)*. On 30th April, 2026 three Directors were members of a defined contribution pension scheme (2025: one).

C4 Tangible fixed assets

	Investment properties	Property, Plant and Equipment				
		Land and buildings	Plant and machinery	Other equipment *	Assets in course of construction	Total
	£'000	**£'000**	**£'000**	**£'000**	**£'000**	**£'000**
Cost						
Balance at 1st May, 2025	47,546	1,250	49,646	4,192	22,825	77,913
Additions	1,526	-	720	259	4,148	5,127
Reclassification	2,977	-	23,172	6	(26,155)	(2,977)
Transfer from ROU** ...	-	-	5,182	-	-	5,182
Transfer to assets classified as held for sale	(33,144)	(1,250)	(48,429)	-	(585)	(50,264)
Disposals	(113)	-	(1,984)	(972)	-	(2,956)
Intercompany transfers ...	(989)	-	(46)	7	-	(39)
Balance at 30th April, 2026	**17,803**	**-**	**28,261**	**3,942**	**233**	**31,986**
Depreciation						
Balance at 1st May, 2025	11,559	764	25,989	3,131	-	29,884
Charged in the year ...	1,443	19	2,663	266	-	2,948
Transfer from ROU** ...	-	-	984	-	-	984
Transfer to assets classified as held for sale	(8,298)	(783)	(25,112)	-	-	(25,895)
Disposals	(112)	-	(1,976)	(841)	-	(2,817)
Intercompany transfers ...	(94)	-	-	-	-	-
Balance at 30th April, 2026	**4,498**	**-**	**2,548**	**2,556**	**-**	**5,104**
Net book value						
At 30th April, 2025	35,987	486	23,657	1,061	22,825	48,029
Balance at 30th April, 2026	**13,305**	**-**	**25,713**	**936**	**233**	**26,882**

* Other equipment comprises motor vehicles, IT hardware and office equipment.

** This is a transfer from the right-of-use assets category, following the repayment of leases during the year.

Security

The net book value of assets pledged as security for borrowings (note C10) is:

	2026	2025
	£'000	£'000
Plant and machinery	**-**	4,086
	-	4,086

The Company's investment properties have been valued, using the cost model, and depreciated over their estimated useful lives – typically 25 years. In the opinion of the Directors, the fair value of the investment properties as at 30th April, 2026 was estimated to be in the range of £18 million, compared with the net book value of £13 million.

Investment property income and operating expenses

The Company rents investment properties to its UK subsidiaries. There are no formal agreements in place and for this reason, it is not possible to disclose a maturity analysis of lease payments.

	2026	2025
	£'000	£'000
Property income	**2,008**	1,545
Operating expenses	**(1,002)**	(850)

C4 Tangible fixed assets *(continued)*

Right-of-use assets

	Plant and machinery £'000
Cost	
Balance at 1st May, 2025	5,183
Transfer to property, plant and equipment	(5,183)
Balance at 30th April, 2026	-
Depreciation	
Balance at 1st May, 2025	919
Charged in the year	65
Transfer to property, plant and equipment	(984)
Balance at 30th April, 2026	-
Net book value	
At 30th April, 2025	4,262
At 30th April, 2026	-

C5 Fixed asset investments

	Shares in associated undertakings £'000	Shares in subsidiary undertakings £'000	Total £'000
Cost			
Balance at 1st May, 2024	363	35,393	35,745
Additions	-	3,200	11
Transfer to assets held for sale	-	(23,768)	(23,768)
Balance at 30th April, 2025	**363**	**14,825**	**15,188**
Impairment			
Balance at 1st May, 2024	-	5,913	5,913
Transfer to assets held for sale	-	(3,975)	(3,975)
Balance at 30th April, 2025	**-**	**1,938**	**1,938**
Net book value			
At 30th April, 2024	363	29,480	29,843
At 30th April, 2025	**363**	**12,887**	**13,250**

Details of the principal subsidiaries and associates are listed in note 14. A list of non-principal subsidiaries and associates is included in note 33 of the Group financial statements.

The UK subsidiaries listed below are exempt from the requirement to have an audit and to file audited financial statements by virtue of Section 479A of the Companies Act 2006. In adopting the exemption, Goodwin PLC has provided a guarantee to these subsidiaries in accordance with Section 479C of the Companies Act 2006.

Name	Company number	% shares held
Aldercroft Development Limited	16172337	100.0
Goodwin Engineering Training Company Limited	11385436	100.0
Goodwin Refractory Services Holdings Limited	04666689	100.0
Llwynderw Woodland Limited	15706169	100.0
Ying Tai (U.K.) Limited	04090694	75.5

C6 Intangible assets

	Brand names and intellectual property £'000	Manu- facturing rights £'000	Software and Licences £'000	Develop- ment costs £'000	Total £'000
Cost					
Balance at 1st May, 2025	8,183	1,672	736	12,487	23,078
Additions	-	-	80	-	80
Intercompany transfers	730	-	-	234	964
Transfer to assets classified as held for sale... ...	(5,780)	-	-	(8,866)	(14,646)
Balance at 30th April, 2026	**3,133**	**1,672**	**816**	**3,855**	**9,476**
Amortisation					
Balance at 1st May, 2025	2,992	1,297	436	3,556	8,281
Amortisation for the year	361	53	92	713	1,219
Transfer to assets classified as held for sale... ...	(1,755)	-	-	(3,012)	(4,767)
Balance at 30th April, 2026	**1,598**	**1,350**	**528**	**1,257**	**4,733**
Net book value					
At 30th April, 2025	5,191	375	300	8,931	14,797
At 30th April, 2026	**1,535**	**322**	**288**	**2,598**	**4,743**

Note 16 in the Group financial statements includes details of the Company's significant intangible assets.

C7 Assets and liabilities held for sale

	Note	2026 £'000
Investment property	*C4*	24,846
Property, plant and equipment	*C4*	24,369
Fixed asset investments	*C5*	1,545
Intangible assets	*C6*	9,879
Assets held for sale		**78,887**
Bank loans - repayable by instalments		(394)
Bank loans - rolling credit facilities		(47,000)
Deferred income		(733)
Deferred tax liability		(5,953)
Liabilities held for sale		**(54,080)**

C8 Derivative assets

	2026 £'000	2025 £'000
Due after more than one year		
Interest rate swap	**3,872**	3,913
Derivative assets designated as cash flow hedging instruments	**9**	-
	3,881	3,913
Due within one year		
Interest rate swap	**964**	875
Derivative assets designated as cash flow hedging instruments	**21**	1
Derivative assets not designated as cash flow hedging instruments ...	**15**	-
	1,000	876

The Group utilises interest rate swap derivatives to hedge against future movements in floating interest rates against the Group's floating rate debt. Hedge accounting is not applied for these instruments and all movements in fair value are recognised in profit and loss. Further details are contained in note 28 of the Group financial statements.

C9 Other receivables

	2026 £'000	2025 £'000
Due after more than one year		
Interest-bearing		
Amounts owed by Group undertakings – repayable on demand	**1,152**	2,783
Amounts owed by Group undertakings – repayable within five years* ...	**8,088**	-
Non interest-bearing		
Amounts owed by Group undertakings – repayable on demand	**2,984**	1,113
Amounts owed by Group undertakings – repayable within five years* ...	**21,591**	33,243
	33,815	37,139
Due within one year		
Other debtors	**10**	11
Prepayments and accrued income	**3,181**	812
Corporation tax receivable	**-**	243
	3,191	1,066

* Amounts owed by Group undertakings are considered to be repayable within five years, as the Company supports the working capital requirements of the Group undertakings. Repayment is required by the Company only when there are excess funds within each specific Group undertaking.

C10 Borrowings

This note provides information about the contractual terms of the Company's interest-bearing bank loans and borrowings. For more information about the Group's exposure to interest rate risk, see note 28 (d) of the Group financial statements.

	2026			2025		
	Non-current liabilities £'000	**Current liabilities £'000**	**Total borrowings £'000**	Non-current liabilities £'000	Current liabilities £'000	Total borrowings £'000
Bank loans - repayable by instalments	-	-	-	424	804	1,228
Bank loans - rolling credit facilities	-	-	-	12,000	14,000	26,000
Lease liabilities	-	-	-	991	1,056	2,047
	-	-	-	13,415	15,860	29,275

Lease liabilities

Lease liabilities are payable as follows:

	2026			2025		
	Minimum lease payments £'000	**Interest £'000**	**Principal £'000**	Minimum lease payments £'000	Interest £'000	Principal £'000
Within one year	-	-	-	1,155	99	1,056
Witin two to three years ...	-	-	-	1,019	41	978
Within four to five years ...	-	-	-	13	-	13
	-	-	-	2,187	140	2,047

C10 Borrowings *(continued)*

Bank loan repayable by instalments

The loans are secured against three furnaces and land (see note C4). Bank loans are repayable as follows:

	2026			2025		
	Minimum loan payments £'000	**Interest £'000**	**Principal £'000**	Minimum loan payments £'000	Interest £'000	Principal £'000
Within one year	-	-	-	835	31	804
Within two to three years ...	-	-	-	429	5	424
	-	-	-	1,264	36	1,228

C11 Trade and other payables

	2026 £'000	2025 £'000
Trade payables	**1,263**	400
Amounts owed to Group undertakings – interest-bearing	**-**	37,828
Amounts owed to Group undertakings – non interest-bearing	**39,761**	565
Other taxation and social security	**842**	542
Other creditors	**3**	-
Accruals and deferred income	**1,632**	1,472
	43,498	40,807

C12 Provisions for deferred tax

	Property, plant and equipment £'000	**Derivatives £'000**	**Other £'000**	**Total £'000**
Balance at 1st May, 2025	11,737	1	-	11,738
Recognised in profit or loss ...	1,872	-	-	1,872
Recognised in other comprehensive income	-	3	-	3
Transfer to disposal group ...	(5,953)	-	-	(5,953)
Balance at 30th April, 2026	**7,656**	**4**	**-**	**7,660**

	2026 £'000	2025 £'000
Deferred tax liabilities due after more than one year	**7,660**	11,738
	7,660	11,738

C13 Called up share capital

	2026 £'000	2025 £'000
Authorised, allotted, called up and fully paid:		
Balance at 1st May and 30th April 7, 509,600 *(2025: 7,509,600) of ordinary shares of 10p each)*	**751**	751

C14 Related party balances and transactions

The Company has applied the exemptions available under FRS 101 in respect of the disclosure of transactions with wholly-owned subsidiary companies. The Company has transacted with Easat Radar Systems Limited, Easat Finland Oy, Goodwin Korea Company Limited, Goodwin Refractory Services Thailand Limited, Siam Casting Powers Limited, Ultratec Jewelry Supplies Limited and Ying Tai (UK) Limited which are not wholly-owned subsidiaries.

C14 Related party balances and transactions (*continued*)

	Year ended 30th April, 2026			Year ended 30th April, 2025		
	Continuing £'000	**Discontinuing £'000**	**Total £'000**	Continuing £'000	Discontinuing £'000	Total £'000
Related party balances						
Non interest bearing balances...	**-**					
Amounts owed by Group undertakings - repayable on demand	**-**	**3**	**3**	206	164	370
Amounts owed by Group undertakings - repayable within five years	**-**	**468**	**468**	-	9,493	9,493
Interest-bearing balances Amounts owed by Group undertakings – repayable within five years	**-**	**8,088**	**8,088**	-	-	-
Related party transactions						
Dividend income	**1,905**	**-**	**1,905**	2,732	-	2,732
Interest income	**-**	**60**	**60**	-	-	-
Management fee income	**-**	**318**	**318**	-	303	303
Rental income	**-**	**126**	**126**	-	119	119
Royalty income	**-**	**786**	**786**	-	383	383

Compensation of key management personnel

Key management personnel are defined in the Directors' Remuneration Report on page 42, and their remuneration is disclosed on page 42 of the Group financial statements.

C15 Commitments

Contracted capital commitments at 30th April, 2026, for which no provision has been made in these financial statements, were £295,899 *(2025: £4,626,972).*

C16 Subsequent events

The Board of Directors announced on 7th August, 2026 that it has commenced a strategic review during the year to consider a range of potential options to maximise value for shareholders whilst ensuring continuity for all stakeholders, including customers and the long-term prosperity of its businesses. These options include the sale of the Mechanical Engineering Division, which includes Goodwin Steel Castings Limited, Goodwin International Limited, Noreva GmbH, Easat Group and the Pump Division.

After reviewing the options available, the Board of Directors decided that the preferred course of action was to progress with a formal sale process. Rothschild and Co were appointed as the Group's financial adviser to manage that process, engage with interested parties and invite indicative and, subsequently, binding offers for the businesses identified for disposal.

The Board of Directors have considered the provisions of IFRS 5 and consider that they have met the requirements for the Financial Statements to be prepared as required by the standard for Assets Held for Sale and discontinued operations.

The scope of the proposed disposal was determined following consideration of the level of interest expressed by external parties, together with an assessment of the strategic fit of the businesses and the value that could be realised for shareholders. Following the assessment, the businesses identified for disposal were separated from those intended to remain within the Group, and a detailed financial, commercial and operational information was prepared to support the formal sales process and enable interested parties to undertake their evaluation of the businesses.

Ordinary dividends of £24,782,000 were declared. Proposed dividends are not recognised as liabilities within these financial statements.

C17 Dividends

	2026 £'000	2025 £'000
Paid special interim dividend during the year 532p *(2025: nil)* per qualifying ordinary share	**39,951**	-
Paid ordinary dividends during the year in respect of prior years 280p *(2025: 133p)* per qualifying ordinary share	**21,027**	9,988
	60,978	9,988

After the balance sheet date an ordinary dividend of 330p per qualifying ordinary share was proposed by the Directors *(2025: Ordinary dividend of 280p)*.

The proposed current year ordinary dividend of £24,782,000 *(2025: Proposed ordinary dividend of £21,027,000)* has not been recognised as a liability within these financial statements.

C18 Accounting estimates and judgements

The material accounting estimates and judgements for the Company follow that of the Group which have been considered in note 2 of the Group financial statements.

ALTERNATIVE PERFORMANCE MEASURES

The alternative performance measures are based on the totals of continuing and discontinued operations and are Non-GAAP.

Measure	**Method of calculation / reference**	**Page No.**	**2026**	2025
Gross profit (£'000)	Segmental information	*76*	**140,278**	91,609
Revenue (£'000)	Segmental information	*76*	**280,016**	219,709
Gross profit as percentage of revenue (%)	Gross profit / revenue		**50.1%**	41.7%
Profit before tax (£'000)	Segmental information	*76*	**77,551**	34,260
Unrealised loss/(gain) on 10 year interest rate swap derivative	Consolidated statement of profit and loss	*54*	**(49)**	1,257
Trading profit (£'000)			**77,502**	35,517
Operating profit (£'000)	Segmental information	*76*	**78,604**	37,112
Capital employed (£'000)	Note 27	*97*	**159,926**	151,788
Return on capital employed (%)	Operating profit / capital employed		**49.2%**	24.4%
Net debt (£'000)	Note 26	*96*	**29,284**	13,625
Net assets attributable to equity holders of the parent (£'000)	Consolidated balance sheet	*56*	**130,642**	138,163
Gearing (%)	Net debt / equity, as above		**22.4%**	9.9%
Net profit attributable to equity holders of the parent (£'000)	Consolidated statement of profit and loss	*54*	**55,454**	24,569
Net assets attributable to equity holders of the parent (£'000)	Consolidated balance sheet	*56*	**130,642**	138,163
Return on investment (%)	Net profit / net assets		**42.4%**	17.8%
Revenue (£'000)	Segmental information	*76*	**280,016**	219,709
Average number of employees	Note 7	*82*	**1,296**	1,253
Revenue per employee (£)	Group revenue / average employees		**216,062**	175,346
Annual post tax profit (£'000)	Consolidated statement of profit and loss	*54*	**57,945**	26,178
Interest rate SWAP mark to market net of tax @ 25% *(2024: 25%)* (£'000)	Consolidated statement of profit and loss	*54*	**(37)**	943
Depreciation owned assets (£'000)	Note 5	*54*	**7,646**	6,663
Depreciation right-of-use assets (£'000)	Note 5	*54*	**733**	1,346
Amortisation and impairment (£'000)	Note 5	*54*	**1,415**	1,580
Exclude operating depreciation (£'000)			**(655)**	(566)
Annual post tax profit + depreciation + amortisation (£'000)			**67,047**	36,144

Continuing and discontinued operations (Non-GAAP measure)	2022 £'000	2023 £'000	2024 £'000	2025 £'000	**2026 £'000**
Revenue	144,108	185,742	191,258	219,709	**280,016**
Trading profit	17,201	18,940	24,094	35,517	**77,502**
Profit before taxation	19,941	22,129	24,207	34,260	**77,551**
Tax on profit	(6,321)	(5,616)	(6,491)	(8,082)	**(19,606)**
Profit after taxation	13,620	16,513	17,716	26,178	**57,945**
Basic earnings per ordinary share (in pence) ...	169.14p	206.81p	224.53p	327.17p	**738.44p**
Diluted earnings per ordinary share (in pence) ...	169.14p	206.81p	224.53p	327.17p	**738.44p**
Total equity	119,743	129,157	126,650	142,208	**136,019**

Trading profit is defined as profit before tax, less the impact of the interest rate swap valuation. The calculation is reported in the Alternative Performance Measures on page 121.