

Tasty plc

Chairman's statement

I am pleased to report on the Group's half year results for the 26 weeks ended on 28 June 2009, which have been prepared in accordance with International Financial Reporting Standards as adopted by the EU ("IFRS").

Results

Turnover for the 26 weeks ended 28 June 2009 was £4,332,000 (2008 - £3,716,000), a 16% increase over the corresponding period. The operating profit, before pre-opening costs of £58,000 (2008 - £107,000), share based payments of £63,000 (2008 - £nil) and redundancy costs of £9,000 (2008 - £50,000), was £69,000 (2008 - £2,000). The overall loss before tax for the period was £49,000 (2008 - £92,000), a 53% improvement to the loss over the previous period.

Basic and diluted loss per share for the period was 0.11p (2008 - 0.29p).

Cash flows and financing

During the period capital expenditure of £834,000 (2008 - £1,786,000) was incurred, predominantly on the fit-out of our new Hornchurch restaurant. Overall, the net cash outflow prior to financing flows was £407,000 (2008 - £1,393,000) and as at 28 June 2009 the Group had net cash balances of £2,195,000 (2008 - £1,986,000).

Outlook

During the first six months of 2009, we opened one new restaurant, re-branded one from DimT to the new 'Wildwood' brand and sub-let one under-performing restaurant, bringing the number of restaurants at the period end to eleven, made up of eight DimT and three 'Wildwood' restaurants. We intend to acquire a new unit before the end of the year and further expansion will be dependent on the cash resources and opportunities available to the Group.

Despite the continuing challenging economic conditions, we continue to hold our own and trade in line with expectations for 2009.

K Lassman
Chairman
Tasty plc

4 September 2009

**Consolidated Statement of Comprehensive Income
(unaudited)**

	26 weeks ended 28 June 2009 £'000	26 weeks ended 29 June 2008 '£'000	52 weeks ended 28 December 2008 £'000
Revenue	4,332	3,716	8,006
Cost of sales	(4,084)	(3,449)	(7,717)
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Gross profit	248	267	289
Administrative expenses	(309)	(422)	(1,983)
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Operating profit/(loss) excluding pre-opening costs and non trading items	69	2	(111)
Pre-opening costs	(58)	(107)	(150)
Share based payment	(63)	-	(110)
Disposal and impairment of property, plant and equipment	-	-	(1,229)
Redundancy costs	(9)	(50)	(94)
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Operating loss	(61)	(155)	(1,694)
Finance Income	12	63	109
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Loss before taxation	(49)	(92)	(1,585)
Income tax receipt	6	-	6
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Loss and total comprehensive income for the period attributable to equity shareholders	(43)	(92)	(1,579)
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Loss per share – basic and diluted	(0.11p)	(0.29p)	(4.80p)

**Consolidated Statement of Changes in Equity
(unaudited)**

	Share capital £'000	Share premium £'000	Merger reserve £'000	Retained deficit £'000	Total equity £'000
Balance at 30 December 2007	3,117	8,234	992	(3,349)	8,994
Changes in equity for 26 weeks ended 29 June 2008					
Loss for the period	-		-	(92)	(92)
Total recognised income and expense for the period	-	-	-	(92)	(92)
Balance at 29 June 2008	3,117	8,234	992	(3,441)	8,902
Changes in equity for 26 weeks ended 28 December 2008					
Loss for the period	-	-	-	(1,487)	(1,487)
Total recognised income and expense for the period	-	-	-	(1,487)	(1,487)
Issue of share capital (net of £117,000 issue costs)	667	1,216	-	-	1,883
Share based payments – credit to equity	-		-	110	110
Balance at 28 December 2008	3,784	9,450	992	(4,818)	9,408
Changes in equity for 26 weeks ended 28 June 2009					
Loss for the period	-	-	-	(43)	(43)
Total recognised income and expense for the period	-	-	-	(43)	(43)
Share based payments – credit to equity	-	-	-	63	63
Balance at 28 June 2009	3,784	9,450	992	(4,798)	9,428

Consolidated Balance Sheet

(unaudited)	28 June 2009 £'000	29 June 2008 £'000	28 December 2008 £'000
Non-current assets			
Intangible assets	14	10	14
Property, plant and equipment	7,482	6,648	6,861
Pre-paid operating lease charges	748	1,134	767
Deferred tax asset	250	250	250
Other receivables	241	241	241
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	8,735	8,283	8,133
Current assets			
Inventories	351	220	313
Pre-paid operating lease charges	36	50	34
Trade and other receivables	599	759	505
Cash and cash equivalents	2,195	1,986	2,602
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	3,181	3,015	3,454
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Total assets	11,916	11,298	11,587
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Non current liabilities			
Accruals for lease incentives	(234)	(249)	(239)
Current liabilities			
Trade and other payables	(2,254)	(2,147)	(1,940)
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Total liabilities	(2,488)	(2,396)	(2,179)
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Net assets	9,428	8,902	9,408
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Capital and reserves attributable to equity shareholders			
Share capital	3,784	3,117	3,784
Share premium	9,450	8,234	9,450
Merger reserve	992	992	992
Retained earnings	(4,798)	(3,441)	(4,818)
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Equity	9,428	8,902	9,408
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Consolidated Cash Flow

(unaudited)

	26 weeks ended 28 June 2009 £'000	26 weeks ended 29 June 2008 £'000	52 weeks ended 28 December 2008 £'000
Net cash outflow from operating activities			
Loss for the period before taxation	(49)	(92)	(1,585)
Adjustments for			
Depreciation	211	179	386
Amortisation	1	-	2
Impairment losses	-	-	1,164
Equity settled share-based payment expense	63	-	110
Finance income	(12)	(63)	(109)
Net cash inflow/(outflow) from operating activities before changes in working capital	214	24	(32)
Increase in trade and other receivables	(38)	(381)	(279)
Increase in inventories	(77)	(48)	(141)
Increase in trade and other payables	310	735	462
Cash generated from operations	409	(330)	10
Income tax received	6	-	6
Net cash flows from operating activities	415	(330)	16
Investing activities			
Purchase of property, plant and equipment	(833)	(1,786)	(2,779)
Purchase of intangible assets	(1)	-	(6)
Interest received	12	63	109
Net cash outflow from investment activities	(822)	(1,723)	(2,676)
Net cash inflow from financing			
Issue of share capital	-	-	1,883
Net decrease in cash and cash equivalents	(407)	(1,393)	(777)
Cash and equivalents at beginning of period	2,602	3,379	3,379
Cash and equivalents at end of period	2,195	1,986	2,602

Notes to the financial statements

1 General information

Tasty plc ("Tasty") is a public limited company incorporated in the United Kingdom under the Companies Act (registration number 5826464). The Company is domiciled in the United Kingdom and its registered address is 19 Cavendish Square London W1A 2AW. The Company's ordinary shares are traded on the Alternative Investment Market ("AIM"). Copies of this Interim Report or the Annual Report and Accounts may be obtained from the above address or on the investor relations section of the Company's website at www.dimt.co.uk.

2 Basis of accounting

Tasty plc ("Tasty") has prepared its results under International Financial Reporting Standards and International Financial Reporting Council "IFRIC" interpretations as adopted by the European Union ("IFRS"). Tasty adopted IFRS with effect from 1 January 2007.

These standards remain subject to ongoing amendment and/or interpretation and are, therefore, still subject to change. Accordingly, information contained in these interim financial statements may need to be updated for subsequent amendments to IFRS or for new standards issued after the balance sheet date.

The basis of preparation and accounting policies followed in the interim report are the same as those set out in the annual report and accounts for the year ended 28 December 2008. As permitted this interim report has not been prepared in accordance with IAS 34 "Interim Financial Reporting", nor has it been audited nor reviewed pursuant to guidance issued by the Auditing Practices Board.

This Results Announcement does not constitute statutory accounts of the Group within the meaning of sections 434(3) and 435(3) of the Companies Act 2006. Statutory financial statements for the year ended 28 December 2008, on which the auditors gave an unqualified opinion, did not include references to any matters to which the auditors drew attention by way of emphasis without qualifying their reports and did not include a statement under section 237 (2) or (3) of the Companies Act 1985, have been filed with the Registrar of Companies. The results for the 26 weeks to 28 June 2009 and 29 June 2008 are unaudited.

The financial statements are presented in sterling and all values are rounded to the nearest thousand pounds (£'000) except when otherwise indicated.

The consolidated accounts incorporate the financial statements of Tasty plc and its subsidiary, Took Us A Long Time Limited made up to the relevant period end.

3 Income tax expense

The taxation charge for the 26 weeks ended 28 June 2009 has been calculated by applying the estimated effective tax rate for the period ending 27 December 2009

	unaudited 26 weeks to 28 June 2009 £'000	unaudited 26 weeks to 29 June 2008 £'000	audited 52 weeks to 28 December 2008 £'000
UK corporation tax			
Current tax credit on profit/(loss) for the period	-	-	-
Adjustment in respect of prior period	(6)	-	(6)
Current tax credit for period	<u>(6)</u>	<u>-</u>	<u>(6)</u>
Deferred taxation			
Movement in recoverable deferred tax asset	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>
Total income tax expense/(credit)	<u>(6)</u>	<u>-</u>	<u>(6)</u>

4 Earnings per share

	unaudited 26 weeks to 28 June 2009 Pence	unaudited 26 weeks to 29 June 2008 Pence	52 weeks to 28 December 2008 Pence
Loss per share	<u>(0.11)</u>	<u>(0.29)</u>	<u>(4.80)</u>

Basic and diluted earnings per share are the same as there is no dilution. The share options outstanding in the periods have not been included in the calculation of the loss per share as they are anti-dilutive. Options are only taken into account when their effect is to reduce basic earnings per share or increase basic loss per share. Since the Group has made a loss in the current and prior periods the effect of taking into account potential ordinary shares would nearly always be to reduce the basic loss per share.

Earnings per share has been calculated using the numbers shown below:-

	unaudited 26 weeks to 28 June 2009 £'000	unaudited 26 weeks to 29 June 2008 £'000	52 weeks to 28 December 2008 £'000
Loss for the period	<u>(43)</u>	<u>(92)</u>	<u>(1,579)</u>
	Number	Number	Number
Weighted average number of ordinary shares in issue	<u>37,837</u>	<u>31,170</u>	<u>32,892</u>