

Tasty PLC  
13 September 2011

## **Tasty plc (the "Group")**

### **Chairman's statement**

I am pleased to report on the Group's half year results for the 26 weeks ended on 3 July 2011, which have been prepared in accordance with International Financial Reporting Standards as adopted by the EU ("IFRS").

### **Results**

Turnover for the 26 weeks ended 3 July 2011 was £6,841,000 (2010 - £4,830,000), a 42% increase over the corresponding period. The operating profit, before pre-opening costs of £67,000 (2010 - £22,000) and share based payments of £21,000 (2010 - £63,000), was £526,000 (2009 - £94,000). The overall profit before tax for the period was £444,000 (2010 - £13,000).

Basic and diluted earnings per share for the period was 0.93p and 0.92p (2010 - 0.03p and 0.03p).

### **Cash flows and financing**

During the period capital expenditure of £537,000 (2010 - £208,000) was incurred, predominantly on a new Canary Wharf Wildwood restaurant. Overall, the net cash outflow prior to financing flows was £201,000 (2010 - inflow £179,000) and as at 3 July 2011, the Group had net cash balances of £2,718,000 (2010 - £3,929,000).

### **Outlook**

During the first six months of 2011, we commenced work on opening a Wildwood restaurant at Canary Wharf, which successfully opened in July 2011, bringing the number of restaurants to fifteen, made up of six Dim T and nine Wildwood restaurants. The Group continues to actively look for new opportunities for further units and has the resources to do so. We expect to have opened between six and eight further units within the next six months.

Despite the continuing challenging economic conditions, we continue to hold our own and trade in line with expectations for 2011.

K Lassman  
Chairman  
Tasty plc

13 September 2011

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

	<b>26 weeks ended</b>	26 weeks ended	53 weeks ended
	<b>3 July</b>	27 June	2 January
	<b>2011</b>	2010	2011
	<b>£'000</b>	£'000	£'000
<b>Revenue</b>	<b>6,841</b>	4,830	10,560
Cost of sales	<b>(6,097)</b>	(4,533)	(9,456)
	_____	_____	_____
<b>Gross profit</b>	<b>744</b>	297	1,104
Administrative expenses	<b>(306)</b>	(288)	(870)
	_____	_____	_____
Operating profit/excluding pre-opening costs and non trading items	<b>526</b>	94	618
Pre-opening costs	<b>(67)</b>	(22)	(294)
Share based payment	<b>(21)</b>	(63)	(90)
<b>Operating profit</b>	<b>438</b>	9	234
Finance Income	<b>6</b>	4	10
	_____	_____	_____
<b>Profit before taxation</b>	<b>444</b>	13	244
Income tax expense	<b>-</b>	-	-
	_____	_____	_____

<b>Profit and total comprehensive income for the period - attributable to equity shareholders</b>	<b>444</b>	13	244
	<hr/>	<hr/>	<hr/>
<b>Profit per share - basic</b>	<b>0.93p</b>	0.03p	0.56p
<b>Profit per share - diluted</b>	<b>0.92p</b>	0.03p	0.56p

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

	Share capital £'000	Share premium £'000	Merger reserve £'000	Retained deficit £'000	Total equity £'000
<b>Balance at 27 December 2009</b>	3,784	9,450	992	(6,766)	7,460
<b>Changes in equity for 26 weeks ended 27 June 2010</b>					
Profit for the period	-	-	-	13	13
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
<b>Total comprehensive income for the period</b>	-	-	-	13	13
Issue of share capital (net of £100,000 issue costs)	1,000	900	-	-	1,900
Share based payments - credit to equity	-	-	-	63	63
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
<b>Balance at 27 June 2010</b>	<b>4,784</b>	<b>10,350</b>	<b>992</b>	<b>(6,690)</b>	<b>9,436</b>
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
<b>Changes in equity for 27 weeks ended 2 January 2011</b>					
Profit for the period	-	-	-	231	231
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
<b>Total comprehensive income for the period</b>	-	-	-	231	231
Share based payments - credit to equity	-	-	-	27	27

<b>Balance at 2 January 2011</b>	<b>4,784</b>	<b>10,350</b>	<b>992</b>	<b>(6,432)</b>	<b>9,694</b>
<b>Changes in equity for 26 weeks ended 3 July 2011</b>					
Profit for the period	-	-	-	444	444
<b>Total comprehensive income for the period</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>444</b>	<b>444</b>
Share based payments - credit to equity	-	-	-	21	21
<b>Balance at 3 July 2011</b>	<b>4,784</b>	<b>10,350</b>	<b>992</b>	<b>(5,967)</b>	<b>10,159</b>

### Consolidated Balance Sheet

<b>(unaudited)</b>	<b>3 July 2011</b>	<b>27 June 2010</b>	<b>2 January 2011</b>
	<b>£'000</b>	<b>£'000</b>	<b>£'000</b>
<b>Non-current assets</b>			
Intangible assets	<b>61</b>	13	61
Property, plant and equipment	<b>7,375</b>	5,669	7,152
Pre-paid operating lease charges	<b>1,175</b>	714	893
Deferred tax asset	<b>250</b>	250	250
Other receivables	<b>322</b>	297	292

	9,183	6,943	8,648
<b>Current assets</b>			
Inventories	454	326	438
Pre-paid operating lease charges	44	36	40
Trade and other receivables	829	725	569
Cash and cash equivalents	2,718	3,929	2,919
	4,045	5,016	3,966
<b>Total assets</b>	<b>13,228</b>	11,959	12,614
<b>Non current liabilities</b>			
Accruals for lease incentives	(210)	(222)	(213)
<b>Current liabilities</b>			
Trade and other payables	(2,759)	(2,201)	(2,607)
Provisions	(100)	(100)	(100)
<b>Total current liabilities</b>	<b>(2,859)</b>	(2,301)	(2,707)
<b>Total liabilities</b>	<b>(3,069)</b>	(2,523)	(2,920)

	_____	_____	_____
<b>Total net assets</b>	<b>10,159</b>	9,436	9,694
	_____	_____	_____
<b>Capital and reserves attributable to equity shareholders</b>			
Share capital	<b>4,784</b>	4,784	4,784
Share premium	<b>10,350</b>	10,350	10,350
Merger reserve	<b>992</b>	992	992
Retained deficit	<b>(5,967)</b>	(6,690)	(6,432)
	_____	_____	_____
<b>Total equity</b>	<b>10,159</b>	9,436	9,694
	_____	_____	_____

**Consolidated Cash Flow  
(unaudited)**

	<b>26 weeks ended</b>	26 weeks ended	53 weeks ended
	<b>3 July</b>	27 June	2 January
	<b>2011</b>	2010	2011
	<b>£'000</b>	£'000	£'000
<b>Net cash inflow from operating activities</b>			
Profit / (loss) for the period before taxation	<b>444</b>	13	244

**Adjustments for**

Depreciation	314	207	435
Amortisation	-	-	3
Equity settled share-based payment expense	21	63	90
Finance income	(6)	(4)	(10)
Gain on sale of property, plant and equipment	-	-	(25)
	_____	_____	_____
<b>Net cash inflow from operating activities</b>			
<b>Before changes in working capital</b>	<b>773</b>	<b>279</b>	<b>737</b>
(Increase) / decrease in trade and other receivables	(576)	(227)	(249)
(Increase) / decrease in inventories	(16)	24	(87)
Increase / (decrease) in trade and other payables	149	307	816
	_____	_____	_____
<b>Cash generated from operations</b>	<b>330</b>	<b>383</b>	<b>1,217</b>
Income tax received	-	-	-
	_____	_____	_____
<b>Net cash flows from operating activities</b>	<b>330</b>	<b>383</b>	<b>1,217</b>
<b>Investing activities</b>			
Purchase of property, plant and equipment	(537)	(208)	(1,619)
Acquisition	-	-	(464)
Sale of property, plant and equipment	-	-	25
Interest received	6	4	10
	_____	_____	_____
<b>Net cash outflow from investment activities</b>	<b>(531)</b>	<b>(204)</b>	<b>(2,048)</b>

**Net cash inflow from financing**

Issue of share capital	-	1,900	1,900
	_____	_____	_____
<b>Net (decrease) / increase in cash and cash equivalents</b>	<b>(201)</b>	2,079	1,069
<b>Cash and equivalents at beginning of period</b>	<b>2,919</b>	1,850	1,850
	_____	_____	_____
<b>Cash and equivalents at end of period</b>	<b>2,718</b>	3,929	2,919
	_____	_____	_____

**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](http://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 2 January 2011. 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.

The financial information for the period ended 2 January 2011 does not constitute the full statutory accounts for that period. The Annual Report and Financial Statements for 2010 have been filed with the Registrar of Companies. The Independent Auditors' Report on the Annual Report and Financial Statement for 2010 was unqualified, did not draw attention to any matters by way of emphasis, and did not contain a statement under 498(2) or 498(3) of the Companies Act 2006.

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 3 July 2011 has been calculated by applying the estimated effective tax rate for the period ending 1 January 2012

	<b>Unaudited</b>	Unaudited	Audited
	<b>26 weeks to</b>	26 weeks to	53 weeks to
	<b>3 July</b>	27	2 January
	<b>2011</b>	June	2011
	<b>£'000</b>	£'000	£'000
<b>UK corporation tax</b>			
Current tax credit on profit/(loss) for the period	-	-	-
Adjustment in respect of prior period	-	-	-
	<hr/>	<hr/>	<hr/>
<b>Current tax credit for period</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Deferred taxation</b>			
Movement in recoverable deferred tax asset	-	-	-
	<hr/>	<hr/>	<hr/>
<b>Total income tax expense/(credit)</b>	<b>-</b>	<b>-</b>	<b>-</b>
	<hr/>	<hr/>	<hr/>

4 Earnings per share

	<b>Unaudited</b>	Unaudited	Audited
	<b>26 weeks to</b>	26 weeks to	53 weeks to
	<b>3 July</b>	27 June	2 January
	<b>2011</b>	2010	2011
	<b>Pence</b>	Pence	Pence
Basic earnings per share	<b>0.93</b>	0.03	0.56
Diluted earnings per share	<b>0.92</b>	0.03	0.56

The basic earnings per share figures are calculated by dividing the net profit for the period attributable to shareholders by the weighted average number of ordinary shares in issue during the period. The diluted earnings per share figure allows for the dilutive effect of the conversion into ordinary shares of the weighted average number of options outstanding during the period. Options are only taken into account when their effect is to reduce basic earnings per share.

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

	<b>Unaudited</b>	Unaudited	
	<b>26 weeks to</b>	26 weeks to	53 weeks to
	<b>3 July</b>	27 June	2 January
	<b>2011</b>	2010	2011
	<b>£'000</b>	£'000	£'000
Profit for the period	<b>444</b>	13	244
	<b>Number</b>	Number	Number
	<b>' 000</b>	' 000	' 000
Basic weighted average number of ordinary shares	<b>47,837</b>	38,084	43,230

Effect of dilution - share options	<b>306</b>	2,589	138
	<hr/>	<hr/>	<hr/>
Diluted weighted average number of ordinary shares	<b>48,143</b>	40,673	43,368
	<hr/>	<hr/>	<hr/>