TASTY PLC – CHAIRMAN'S STATEMENT

I am pleased to report on Tasty plc's (the "Group") unaudited half year results for the 26 weeks ended on 27 June 2010.

Results for the 26 Weeks ended 27 June 2010

The highlights of the results are as follows:-

- Turnover: **£4.83million** (2009 - £4.33million)
- Operating profit (before opening costs of £22,000 (2009 - £58,000), share based payments of £63,000 (2009 - £63,000) and redundancy costs of nil (2009 - £9,000) **£94,000** (2009 - £69,000)
- Profit before tax: **£13,000** (2009 – loss £49,000)
- Basic and diluted earnings per share: **0.03p** (2009 – loss 0.11p)

Cash Flows and Financing

During the period the Group incurred capital expenditure of £208,000 (2009 - £834,000), primarily on the re-branding of our Gloucester Road unit and on the initial fit out of our newly acquired Chelmsford Wildwood restaurant, which is due to open this week. Overall, the net cash inflow, prior to financing was £179,000 (2009 – outflow £407,000) and as at the period end the Group had net cash balances of £3.92million (2009 - £2.19million), which included the net proceeds of a £1.9million Placing undertaken by the Group in June 2010.

Business review

During the first half of the year we took the decision to re-brand one Dim T restaurant at Gloucester Road into a Wildwood restaurant, and this re-opened successfully in July and is now trading well. After much deliberation we took the decision in July to close our poorly performing Milton Keynes unit which had been fully impaired in prior periods, and this has now been sub-let. Accordingly, once Chelmsford is open, we will have eleven operating restaurants, six Dim Ts and five Wildwoods. I am delighted to advise shareholders that the Group has now exchanged contracts for the purchase of two further restaurants in Loughton and Billericay. These are both due to open before the year end, and each will trade under the Wildwood brand. As each of these units is currently operating, it is hoped that they can be operational as Wildwoods shortly, and will prove to be a successful addition to the Group's estate of restaurants.

Outlook

The Group is trading in line with expectations and the opening schedule of new restaurants is looking positive. The one-off opening costs of the new units set out above will be incurred in the second half of the financial year with the trading benefit being felt in 2011. Overall the Board is looking forward to a promising second half.

K Lassman
Chairman
Tasty plc

14 September 2010

Consolidated Statement of Comprehensive Income

	Unaudited 26 weeks ended 27 June 2010 £'000	Unaudited 26 weeks ended 28 June 2009 '£'000	Audited 52 weeks ended 27 December 2009 £'000
Revenue	**4,830**	4,332	9,185
Cost of sales	**(4,533)**	(4,084)	(8,781)
Gross profit	**297**	248	404
Administrative expenses	**(288)**	(309)	(2,505)
Operating profit excluding pre-opening costs and non trading items	**94**	69	42
Pre-opening costs	**(22)**	(58)	(58)
Share based payment	**(63)**	(63)	(126)
Onerous lease provision	**-**	-	(100)
Disposal and impairment of property, plant and equipment	**-**	-	(1,850)
Redundancy costs	**-**	(9)	(9)
Operating profit / (loss)	**9**	(61)	(2,101)
Finance Income	**4**	12	21
Profit / (loss) before taxation	**13**	(49)	(2,080)
Income tax receipt	**-**	6	6
Profit / (loss) and total comprehensive income for the period - attributable to owners of the parent	**13**	(43)	(2,074)
Profit / (loss) per share – basic and diluted	**0.03p**	(0.11p)	(5.49p)

Consolidated Statement of Changes in Equity
(unaudited)

	Share capital £'000	Share premium £'000	Merger reserve £'000	Retained deficit £'000	Total equity £'000
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 comprehensive income 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
Changes in equity for 26 weeks ended 27 December 2009					
Loss for the period	-	-	-	(2,031)	(2,031)
Total comprehensive income for the period	-	-	-	(2,031)	(2,031)
Share based payments – credit to equity	-		-	63	63
Balance at 27 December 2009	3,784	9,450	992	(6,766)	7,460
Changes in equity for 26 weeks ended 27 June 2010					
Profit for the period	-	-	-	13	13
Total comprehensive income for the period	-	-	-	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
Balance at 27 June 2010	**4,784**	**10,350**	**992**	**(6,690)**	**9,436**

Consolidated Balance Sheet

	Unaudited 27 June 2010 £'000	Unaudited 28 June 2009 £'000	Audited 27 December 2009 £'000
Non-current assets			
Intangible assets	**13**	14	13
Property, plant and equipment	**5,669**	7,482	5,668
Pre-paid operating lease charges	**714**	748	731
Deferred tax asset	**250**	250	250
Other receivables	**297**	241	241
	6,943	8,735	6,903
Current assets			
Inventories	**326**	351	350
Pre-paid operating lease charges	**36**	36	36
Trade and other receivables	**725**	599	537
Cash and cash equivalents	**3,929**	2,195	1,850
	5,016	3,181	2,773
Total assets	**11,959**	11,916	9,676
Non current liabilities			
Accruals for lease incentives	**(222)**	(234)	(227)
Current liabilities			
Trade and other payables	**(2,201)**	(2,254)	(1,889)
Provisions	**(100)**	-	(100)
Total current liabilities	**(2,301)**	(2,254)	(1,989)
Total liabilities	**(2,523)**	(2,488)	(2,216)
Total net assets	**9,436**	9,428	7,460
Capital and reserves attributable to owners of the parent			
Share capital	**4,784**	3,784	3,784
Share premium	**10,350**	9,450	9,450
Merger reserve	**992**	992	992
Retained deficit	**(6,690)**	(4,798)	(6,766)
Total equity	**9,436**	9,428	7,460

Consolidated Cash Flow

	Unaudited 26 weeks ended 27 June 2010 £'000	Unaudited 26 weeks ended 28 June 2009 £'000	Audited 52 weeks ended 27 December 2009 £'000
Net cash inflow/(outflow) from operating activities			
Profit / (loss) for the period before taxation	**13**	(49)	(2,080)
Adjustments for			
Depreciation	**207**	211	474
Amortisation	**-**	1	2
Impairment losses	**-**	-	1,850
Onerous lease provision	**-**	-	100
Equity settled share-based payment expense	**63**	63	126
Finance income	**(4)**	(12)	(21)
Net cash inflow from operating activities before changes in working capital	**279**	214	451
Increase / (decrease) in trade and other receivables	**(227)**	(38)	(37)
Increase / (decrease) in inventories	**24**	(77)	2
Increase / (decrease) in trade and other payables	**307**	310	(63)
Cash generated from operations	**383**	409	353
Income tax received	**-**	6	6
Net cash flows from operating activities	**383**	415	359
Investing activities			
Purchase of property, plant and equipment	**(208)**	(833)	(1,131)
Purchase of intangible assets	**-**	(1)	(1)
Interest received	**4**	12	21
Net cash outflow from investment activities	**(204)**	(822)	(1,111)
Net cash inflow from financing			
Issue of share capital	**1,900**	-	-
Net increase/(decrease) in cash and cash equivalents	**2,079**	(407)	(752)
Cash and equivalents at beginning of period	**1,850**	2,602	2,602
Cash and equivalents at end of period	**3,929**	2,195	1,850

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 27 December 2009. During the period the Group has adopted IFRS 3 (revised) "Business Combinations". Under IFRS 3 (revised) goodwill is measured as the fair value of consideration transferred less fair value of the indentified assets and liabilities assumed, all measured at the acquisition date. Transaction costs incurred by the Group on a business combination, other than those associated with the issue of equity securities, are expensed as incurred. 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 52 week period ended 27 December 2009 does not constitute the full statutory accounts for that period. The Annual Report and Financial Statements for 2009 have been filed with the Registrar of Companies. The Independent Auditors' Report on the Annual Report and Financial Statement for 2009 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 27 June 2010 has been calculated by applying the estimated effective tax rate for the 53 week period ending 2 January 2011

	Unaudited 26 weeks to 27 June 2010 £'000	Unaudited 26 weeks to 28 June 2009 £'000	Audited 52 weeks to 27 December 2009 £'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	**-**	(6)	(6)
Deferred taxation			
Movement in recoverable deferred tax asset	**-**	-	-
Total income tax expense/(credit)	**-**	(6)	(6)

4 Earnings per share

	Unaudited 26 weeks to 27 June 2010 Pence	Unaudited 26 weeks to 28 June 2009 Pence	Audited 52 weeks to 27 December 2009 Pence
Basic earnings / (loss) per share	**0.03**	(0.11)	(5.49)
Diluted earnings / (loss) per share	**0.03**	(0.11)	(5.49)

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 or increase basic loss per share, when the Group has made a profit.

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

	26 weeks to 27 June 2010 £'000	26 weeks to 28 June 2009 £'000	52 weeks to 27 December 2009 £'000
Profit / (loss) for the period	**13**	(43)	(2,074)
	Number '000	Number **'000**	Number **'000**
Basic weighted average number of ordinary shares	**38,084**	37,837	37,837
Effect of dilution – share options	**2,589**	Nil	Nil
Diluted weighted average number of ordinary shares	**40,673**	37,837	37,837