

PITTARDS plc

CONSOLIDATED PROFIT AND LOSS ACCOUNT (UNAUDITED)
for the six months ended 30 June 2005

Year ended 31 December 2004 restated £'000	Note	Six months ended 30 June 2005 £'000	Six months ended 30 June 2004 restated £'000
73,154	Turnover	32,341	38,528
-----		-----	-----
(3,959)	Operating loss on ordinary activities before interest	(400)	(418)
-----		-----	-----
(672)	Bank and other interest charges	(340)	(280)
(1,417)	Net interest on pension scheme liabilities	(712)	(709)
-----		-----	-----
(2,089)	Total finance charges	(1,052)	(989)
-----		-----	-----
(6,048)	Loss on ordinary activities before taxation	(1,452)	(1,407)
-----		-----	-----
1,349	Taxation	-	310
-----		-----	-----

(4,699)	Loss on ordinary activities after taxation	(1,452)	(1,097)
-----		-----	-----
257	Dividends	-	129
-	Preference	-	-
-----	Ordinary	-----	-----
257		-	129
-----		-----	-----
(4,956)	Transferred from reserves	(1,452)	(1,226)
-----		-----	-----
	Loss per share		
(23.4)	- Basic	(7.5)	(5.8)
(23.4)	- Diluted	(7.5)	(5.8)

PITTARDS plc

CONSOLIDATED STATEMENT OF TOTAL RECOGNISED GAINS & LOSSES (UNAUDITED)
for the six months ended 30 June 2005

Year ended		Six months ended 30 June 2005	Six months ended 30 June 2004
2004			
£'000	Note	£'000	£'000
Restated			Restated
(4,699)	Loss for period	(1,452)	(1,097)
(670)	Actuarial (loss)gain on pension scheme	(4,478)	45

-----		-----	-----
(5,369)	Total recognised losses	(5,930)	(1,052)
-----	relating to the period		-----
	Prior year adjustment - FRS17	4	(29,370)

	Total recognised losses since last annual report	(35,300)	-----

PITTARDS plc

CONSOLIDATED STATEMENT OF MOVEMENT ON SHAREHOLDERS FUNDS (UNAUDITED)
for the six months ended 30 June 2005

Year ended		Six months ended	Six months ended
2004		30 June 2005	30 June 2004
£'000		£'000	£'000
22,381	At 1 January as previously reported	17,963	22,381
(28,152)	Prior year adjustment	4	(29,370)
-----		-----	-----
(5,771)	At 1 January as restated	(11,407)	(5,771)
(5,369)	Total recognised losses	(5,930)	(1,052)
(257)	Dividends	-	(129)
(15)	Cost of own shares purchased	-	(15)
5	Share based expense recognised in the profit & loss account	-	95

 (11,407) At end of period

 (17,337)

 (6,872)

PITTARDS plc

CONSOLIDATED BALANCE SHEET (UNAUDITED)
 as at 30 June 2005

31 December 2004 restated £'000		30 June 2005 £'000	30 June 2004 restated £'000
17,774	Fixed assets Tangible	16,973	18,373
-----		-----	-----
748	Current assets	789	536
10,171	Assets held for resale	10,636	12,964
9,029	Stocks	7,952	10,338
23	Debtors	29	25
-----	Cash at bank & in hand	-----	-----
19,971		19,406	23,863
-----		-----	-----
(7,163)	Creditors - Amounts falling due within one year	(7,034)	(7,140)
(4,509)	Bank loans & overdrafts	(5,802)	(5,528)
	Trade creditors		

(3,386)	Other creditors	(2,568)	(3,358)
(15,058)		(15,404)	(16,026)
4,913	Net current assets	4,002	7,837
22,687	Total assets less current liabilities	20,975	26,210
(4,353)	Creditors - Amounts falling due after more than one year	(3,947)	(3,781)
-	Provisions for liabilities and charges	-	(870)
18,334	Net assets before pension scheme liability	17,028	21,559
(29,741)	Pension scheme liability	(34,365)	(28,431)
(11,407)	Net liabilities after pension scheme liability	(17,337)	(6,872)
	Capital & Reserves		
8,227	Called up share capital	8,227	8,227
(495)	Investment in own shares	(495)	(405)
(19,139)	Reserves	(25,069)	(14,694)
(11,407)	Shareholders' funds	(17,337)	(6,872)

PITTARDS plc

CONSOLIDATED STATEMENT OF CASH FLOWS (UNAUDITED)
for the six months ended 30 June 2005

Year ended 31 December 2004 Restated				Six months ended 30 June 2005		Six months ended 30 June 2004 Restated	
£'000	£'000		Note	£'000	£'000	£'000	£'000
	1,210	Net cash inflow from operating activities	2		1,127		1,235
		Returns on investments and servicing of finance					
(613)		Interest paid		(448)		(274)	
(257)		Preference dividends paid		-		(129)	
-----				-----		-----	
	(870)	Net cash outflow from returns on investments and servicing of finance			(448)		(403)
		Taxation					
135		UK corporation tax received (paid)		127		(93)	
-----				-----		-----	

	135	Net cash inflow (outflow) from taxation	127	(93)
		Capital expenditure and financial investment		
(1,281)		Purchase of tangible fixed assets	(268)	(1,255)
170 -----		Sale of tangible fixed assets	44	11
		-----		-----
	(1,111)	Net cash outflow from capital expenditure and financial investment	(224)	(1,244)
	(110)	Equity dividends paid	-	(110)
		-----	-----	-----
	(746)	Net cash inflow (outflow) before financing	582	(615)

(15)	Financing			
	Purchase of	-		(15)
	matching shares			
	under Restricted			
	Share Plan			
4,499	New bank	-		3,500
	loans			
(101)	Repayment of	(83)		-
	bank loans			
(243)	Capital	(106)		(70)
-----	element of			
	finance			
	lease rental			
	repayments			
		-----		-----
4,140	Net cash (outflow)		(189)	3,415
-----	inflow from			
	financing			
			-----	-----
3,394	Increase in		393	2,800
-----	cash		-----	-----

RECONCILIATION OF NET CASH FLOW TO MOVEMENT IN NET DEBT (UNAUDITED)

Year ended		Six months ended	Six months ended
31 December		30 June	30 June
2004		2005	2004
£'000		£'000	£'000
3,394	Increase in	393	2,800
	cash		
243	Capital element of	106	70
	finance lease		

	rental repayments		
101	Repayment of	83	-
	bank loans		
(4,499)	New bank	-	(3,500)
	loans		
-----		-----	-----
(761)	Change in net debt	582	(630)
	arising from cash		
	flows		
(610)	New hire	-	(120)
	purchase		
	contracts		
-----		-----	-----
(1,371)	Movement in	582	(750)
	net debt		
(10,308)	Net debt at	(11,679)	(10,308)
	beginning of		
	period		
-----		-----	-----
(11,679)	Net debt at	(11,097)	(11,058)
=====	end of	=====	=====
	period		

Notes

1. Loss per ordinary share

Year ended	Six months ended	Six months ended
31 December 2004	30 June 2005	30 June 2004

Restated £'000		£'000	Restated £'000
(4,699)	Loss on ordinary activities after taxation	(1,452)	(1,097)
(257)	Preference dividend	(129)	(129)
-----		-----	-----
(4,956)	Loss	(1,581)	(1,226)
-----		-----	-----

Weighted average number of ordinary shares in issue
(excluding the shares owned by the Pittards employee share ownership trust)

'000's		'000's	'000's
21,156	Basic	21,152	21,185
-----		-----	-----

The weighted average number of ordinary shares for the purpose of calculating the diluted earnings per ordinary share is identical to that used for basic earnings per ordinary share. This is because the exercise of share options and vesting of conditional shares under the Restricted Share Plan would have the effect of reducing the loss per ordinary share and is therefore not dilutive under the terms of FRS22.

2. Reconciliation of operating loss to net cash flows from operating activities:

Year ended	Six months ended	Six months ended
31 December 2004	30 June 2005	30 June 2004
Restated £'000	£'000	Restated £'000

(3,959)	Operating loss	(400)	(418)
1,787	Depreciation charges	1,020	986
5	Amortisation of matching RSP shares	-	95
144	Loss (profit) on sale of tangible fixed assets	5	(11)
(534)	Defined benefit operating profit charge less contributions paid	(566)	(421)
(267)	Increase in assets held for resale	(41)	(55)
3,557	(Increase) decrease in stocks	(465)	764
946	Decrease (increase) in debtors	1,006	(291)
(469)	Increase (decrease) in creditors	568	586
-----		-----	-----
1,210	Net cash inflow from operating activities	1,127	1,235
-----		-----	-----

3. The financial information contained in this interim statement does not constitute statutory accounts as defined in section 240 of the Companies Act 1985. The financial information for the full preceding year is based on the statutory accounts for the financial year ended 31 December 2004. Those accounts, upon which the auditors issued an unqualified opinion, have been delivered to the Registrar of Companies.

4. The interim financial information has been prepared on the basis of the accounting policies set out in the Group's statutory accounts for the year ended 31 December 2004, with the exception of the adoption of FRS17 'Retirement Benefits'.

This requires that for the defined benefit schemes the amounts charged to operating profit are the current service costs and gains or losses on settlements and curtailments. Past service costs are recognised immediately in the profit and loss account if the benefits have vested. If the benefits have not vested immediately, the costs are recognised over the period until vesting occurs. The interest cost and the expected return on assets are shown as a net amount of other finance costs or credits adjacent to interest. Actuarial gains

and losses are recognised in the statement of total recognised gains and losses.

Defined benefit schemes are funded, with the assets of the scheme held separately from those of the Group, in separate trustee administered funds. Pension scheme assets are measured at fair value and liabilities are measured on an actuarial basis using the projected unit method and discounted at a rate equivalent to the current rate of return on a high quality corporate bond of equivalent currency and term to the scheme liabilities. The actuarial valuations are obtained at least triennially and are updated at each balance sheet date. The resulting defined benefit asset or liability is presented separately on the face of the balance sheet.

For defined contribution schemes the amount charged to the profit and loss account in respect of pension costs and other post-retirement benefits is the contribution payable in the period. Differences between contributions payable in the year and contributions actually paid are shown as either accruals or prepayments in the balance sheet

A prior year adjustment has been made to reflect this change. The operating loss in the current half year has been reduced by £300,000 (2004 year - £869,000, 2004 half year - £479,000). The loss on ordinary activities before taxation in the current year has been increased by £412,000 (2004 year - £548,000, 2004 half year - £230,000). Opening net assets have been reduced by £29,370,000 from £17,963,000 to net liabilities of £11,407,000. Prior year comparatives have been restated accordingly.

5. The report containing the interim financial information is to be sent direct to shareholders. Copies of the report are available to the public from the registered office of Pittards plc. The address of the registered office is : Pittards plc, Sherborne Road, Yeovil, Somerset, BA21 5BA.