

## Group cash flow statement

for the year ended 30 June 2008

	Year ended 30 June 2008 £	Year ended 30 June 2008 £	15 months ended 30 June 2007 £	15 months ended 30 June 2007 £
<b>Cash flows from operating activities</b>				
Profit before taxation	590,233		2,782,909	
Depreciation	69,909		59,598	
Finance income	(13,893)		(18,829)	
Finance expense	1,323,007		933,642	
Profit on disposal of current asset investment	–		(309)	
Share based payments charge	22,572		51,957	
Profit on disposal of property, plant and equipment	(1,281)		(3,190)	
Revaluation surplus on investment properties	(1,207,111)		(261,684)	
Profit on sale of investment property	(145,537)		–	
<b>Operating profit before changes in working capital and provisions</b>	<b>637,899</b>		<b>3,544,094</b>	
Increase in inventories	(4,308,866)		(5,428,981)	
Increase in trade and other receivables	(35,046)		(235,957)	
Decrease in trade and other payables	(1,227,624)		(205,997)	
Decrease in provisions	–		(3,673)	
<b>Cash used by operations</b>		<b>(4,933,637)</b>		<b>(2,330,514)</b>
Finance income received	13,893		18,829	
Finance costs paid	(1,293,597)		(898,818)	
Tax paid	(514,238)		(486,025)	
<b>Net cash used in operating activities</b>		<b>(6,727,579)</b>		<b>(3,696,528)</b>
<b>Cash flows from investing activities</b>				
Purchase of property, plant and equipment	(44,387)		(145,850)	
Capital expenditure on investment properties	(2,449,981)		(238,767)	
Proceeds from sale of investment property	490,538		–	
Proceeds from sale of property, plant and equipment	1,528		5,163	
Proceeds from sale of current asset investment	–		1,309	
<b>Net cash used in investing activities</b>		<b>(2,002,302)</b>		<b>(378,145)</b>
<b>Cash flows from financing activities</b>				
Dividends paid	(221,364)		(98,384)	
Proceeds from the issue of ordinary share capital	–		18	
Purchase of own shares	–		(19,065)	
Movement on borrowings	8,951,616		4,189,880	
<b>Net cash from financing activities</b>		<b>8,730,252</b>		<b>4,072,449</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>		<b>371</b>		<b>(2,224)</b>
<b>Cash and cash equivalents at the beginning of the year</b>		<b>1,126</b>		<b>3,350</b>
<b>Cash and cash equivalents at the end of the year</b>		<b>1,497</b>		<b>1,126</b>

The notes on pages 24 to 42 form part of these financial statements.