

COBURG GROUP PLC

INTERIM RESULTS 2005

FOR THE SIX MONTHS ENDED 31 OCTOBER 2005

CHAIRMAN'S STATEMENT

In the interim figures for the six months to 31st October 2005, Coburg saw its sales rise over 7% to £1.534m from £1.430m in the same period in 2004. This was achieved in a challenging market with low demand particularly in early autumn.

As I predicted in the Chairman's statement with the Report and Accounts in July, the management implemented in September 2005 a rationalisation programme that has reduced the Company's staff numbers by 29%.

We were able to achieve this cost reduction through productivity improvements from investment in technology in both our administration and factory over the last eighteen months. This programme resulted in one-off redundancy and write down associated costs of £102,000.

Therefore although the operating loss for the six months was £245,000, the underlying loss from continuing operations fell to £143,000 from £233,000 in the corresponding period last year.

The Company's recovery plans are on track with improving sales and continuing cost savings coming from product rationalisation and a focus on its core brands. The management of the Company continue to be committed to returning the Company to profitability through organic growth and acquisition.

In September, the Company concluded the placing of 7,200,000 shares raising £432,000 for the business.

I would like to thank all the staff for their continued hard work during these six months. We have now completed the option scheme I talked about in my July report and I look forward to them sharing in the future success of the Company.

Alistair Summers
Chairman

21 December 2005

COBURG GROUP PLC

CONSOLIDATED PROFIT AND LOSS ACCOUNT

	Six months to 31 October 2005 (unaudited) £'000	Six months to 31 October 2004 (unaudited) £'000	Year to 30 April 2005 (audited) £'000
Turnover	1,534	1,430	2,874
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Operating (loss) / profit	(245)	(233)	(380)
Realised & unrealised gains & losses on fixed assets & fixed asset investments	-	-	1
Net Interest	(21)	(5)	(17)
	-----	-----	-----
(Loss) / Profit Before Taxation	(266)	(238)	(396)
Taxation	-	-	-
Minority Interests	(0)	(1)	(1)
Retained (Loss) / Profit for the financial period	-----	-----	-----
	(266)	(239)	(397)
	-----	-----	-----
(Loss) / Profit per Ordinary Share (pence)	(1.45)	(1.44)	(2.39)
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Notes

1 The results for the 6 month period ended 31 October 2005 and 31 October 2004 are unaudited and have been prepared in accordance with the accounting policies disclosed in the Group's 2005 Annual Report and Accounts. The consolidated financial information for the 12 months ended 30th April 2005 is derived from the full audited consolidated accounts (within the meaning of Section 240, Companies Act 1985), which received an unqualified audit report and have been filed with the Registrar of Companies.

2 The profit per share for the period ended 31st October 2005 is calculated on the consolidated loss on ordinary activities after tax of £266,000, divided by 18,327,041 this being the weighted average number of ordinary shares in issue during the period.

3 No interim dividend is proposed

4 Further copies of the interim report will be available to the public at the registered office of Coburg Group plc, 3 Harrington Way, Warspite Road, Woolwich London SE18 5NU.

COBURG GROUP PLC

GROUP BALANCE SHEET

Consolidated Balance Sheet

	As at 31 October 2005 (unaudited) £'000	As at 31 October 2004 (unaudited) £'000	As at 30 April 2005 (audited) £'000
Fixed Assets			
Tangible	501	649	593
Intangible	290	332	317
Investments	0	0	0
	-----	-----	-----
	791	981	910
	-----	-----	-----
Current Assets			
Stock	225	190	193
Debtors	544	469	551
Cash at Bank and in Hand	77	32	26
	-----	-----	-----
	846	691	770
	-----	-----	-----
Creditors falling due within one year	(716)	(722)	(924)
	-----	-----	-----
Net Current Assets	130	(31)	(154)
	-----	-----	-----
Total Assets less Current Liabilities	921	950	756
	-----	-----	-----
Creditors falling due after more than one year	(87)	(123)	(87)
	-----	-----	-----
	834	827	669
	-----	-----	-----
Minority Interests	(11)	(10)	(10)
	-----	-----	-----
Net Assets	823	817	659
	-----	-----	-----
Capital and Reserves			
Share Capital	1190	830	830
Reserves	(367)	(13)	(171)
	-----	-----	-----
Equity shareholders' funds	823	817	659
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COBURG GROUP PLC

GROUP CASH FLOW STATEMENT

Consolidated Cash Flow Statement

	Six months to 31 October 2005 (unaudited) £'000	Six months to 31 October 2004 (unaudited) £'000	Year to 30 April 2005 (audited) £'000
Net Cash (outflow)/inflow from operating activities	(275)	(50)	(98)
Net Cashflow from one-off restructuring	(62)	-	-
Returns on investments and servicing of finance			
Interest paid	(21)	(5)	(17)
Capital expenditure and financial investment			
Purchase of fixed assets	(25)	(109)	(142)
New finance leases	-	29	-
Sale of fixed assets	6	-	25
Purchase of fixed asset investments	-	-	-
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Net cash (outflow)/inflow before financing	(377)	(135)	(232)
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Financing			
Proceeds of ordinary share issue	432	-	-
New borrowings	22	-	-
Repayment of borrowings	-	(7)	(14)
Repayments of finance leases	(26)	(4)	-
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Net cash inflow/(outflow) from financing	428	(11)	(246)
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Increase/(Decrease) in cash during the period			
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	51	(146)	(246)
	=====	=====	=====