

**COBURG GROUP PLC**  
**UNAUDITED INTERIM RESULTS FOR THE SIX MONTHS ENDED**  
**31 OCTOBER 2006**

**CHAIRMAN'S STATEMENT**

The figures for the six months to 31st October 2006 are encouraging with sales up almost 6% and losses reduced by almost 55% over the comparative period last year.

This increase in sales was achieved in spite of an extremely hot July, August and September when demand for hot drinks from our customers dropped substantially. The Group's management continue to keep tight control on costs.

I am pleased to say that the Aroma business, which we bought in March last year, has been integrated successfully into the Group. It sells coffee mainly into offices and we see good opportunities for growth in this area. We remain interested in making other acquisitions that can add value to the Group.

I would like to thank all the staff for their continued hard work in the business. I have to report that Anne Higgins has decided to leave the Board effective from today. Anne has been an important presence in Langdons and then Coburg and has provided strong independent advice to many Directors and members of staff over more than eleven years. On behalf of the Board I would like to thank her for everything she has done and wish her well for the future.

Alistair Summers  
Chairman

## COBURG GROUP PLC

### INTERIM RESULTS 2006

#### CONSOLIDATED PROFIT AND LOSS ACCOUNT

	Six months to 31 October 2006 (unaudited) £'000	Six months to 31 October 2005 (unaudited) £'000	Year to 30 April 2006 (audited) £'000
Turnover	1,625	1,534	3,175
Operating Loss	(105)	(232)	(401)
Realised & Unrealised Gains & Losses on fixed assets & fixed asset investments	-	(13)	(13)
Net Interest	(15)	(21)	(20)
Loss Before Taxation	(120)	(266)	(434)
Taxation	-	-	-
Minority Interests	-	-	-
Retained Loss for the Financial Period	(120)	(266)	(434)
Loss per Ordinary Share (pence)	(0.50)	(1.45)	(2.06)

#### Notes

1 The results for the 6 month period ended 31 October 2006 and 31 October 2005 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 loss per share for the period ended 31st October 2006 is calculated on the consolidated loss on ordinary activities after tax of £120,000, divided by 23,790,914 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 2006 (unaudited) £'000	As at 31 October 2005 (unaudited) £'000	As at 30 April 2006 (audited) £'000
Fixed Assets			
Tangible	509	501	508
Intangible	182	290	211
	691	791	719
Current Assets			
Stock	239	225	233
Debtors	636	544	600
Cash at Bank and in Hand	-	77	-
	875	846	833
Creditors falling due within one year	(874)	(716)	(754)
Net Current Assets	1	130	79
Total Assets less Current Liabilities	692	921	798
Creditors falling due after more than one year	(144)	(87)	(131)
	548	834	667
Minority Interests	(11)	(11)	(10)
Net Assets	537	823	657
Capital and Reserves			
Share Capital	1190	1190	1190
Reserves	(653)	(367)	(533)
Equity shareholders' funds	537	823	657

**COBURG GROUP PLC**

**GROUP CASH FLOW STATEMENT**

**CONSOLIDATED CASH FLOW STATEMENT**

	Six months to 31 October 2006  (unaudited)  £'000	Six months to 31 October 2005  (unaudited) (audited)  £'000	Year to 30 April 2006  £'000
Net Cash inflow /(outflow) from operating Activities	20	(275)	(438)
Net Cashflow from one-off restructuring	-	(62)	-
>Returns on investments and servicing of Finance Interest paid	(15)	(21)	(20)
Capital expenditure and financial Investment Purchase of fixed assets	(40)	(25)	(163)
Sale of fixed assets	-	6	32
Net cash outflow before financing	(35)	(377)	(589)
Financing Proceeds of ordinary share issue	-	432	432
New borrowings	43	22	-
Repayment of borrowings	(12)	-	46
Repayments of finance leases	(21)	(26)	-
Net cash inflow from financing	10	428	478
(Decrease)/increase in cash during the period	(25)	51	(111)