

29th November 2009 - FOR IMMEDIATE RELEASE

Teamworks Karting Group PLC
Interim Statement and Results for the six months ended
31 August 2009

Chairman's Statement

The first half of the 2009/10 financial year has seen Teamworks Karting consolidate its costs across all parts of the business, in preparation for opening a third circuit early in 2010. The wider economic conditions have made it difficult to significantly increase sales volumes, but these same conditions have also created new expansion opportunities.

On an actual and like for like basis compared to the interim period for 2008/9:

- Turnover is up 11%. Like-for-like turnover is 25% lower.
- Cost of sales reduced by 25%, despite 25% higher driver numbers.
- Operating costs reduced by 32%. Like-for-like operating costs reduced by 55%.

These figures highlight the difficulties that have been faced by the business in terms of revenue growth, and the way the business has overcome these difficulties by improving efficiency.

Cost savings have largely been achieved through internal efficiencies, improved analysis and deployment of marketing expenditure, development of new labour-saving IT and marketing systems, and a comprehensive purchasing review, without affecting the high rate of positive customer feedback. 25% higher driver numbers have still not dented our superb track safety record.

A number of opportunities for opening new circuits have been explored so far this financial year, including both new-build circuits and acquisitions. Low commercial rents and high tenant incentives have coincided with historically low interest rates to create an unprecedented combination that allows Teamworks Karting to consider opening new circuits.

Heads of Terms have now been agreed on Teamworks Karting's next circuit, subject to contract, which is planned to open early in 2010. The addition of this third circuit will give the business important additional scale, without adding significantly to head office costs. Its launch will be an important landmark for Teamworks Karting as the business returns to profitability.

Paul ffolkes Davis

Chairman

26th November 2009

Consolidated Profit and Loss Account for the Six months ended 31st August 2009

	Unaudited six months ended 31.08.09 £	Unaudited six months ended 31.08.08 £	Unaudited six months ended 31.08.07 £	Audited Year ended 28.02.09 £
Turnover	430,528	387,038	322,520	896,527
Cost of Sales	99,665	131,074	103,464	233,065
Gross Profit	330,854	255,964	219,056	663,462
Operating Costs	356,393	527,071	185,131	892,014
Other Operating Income	0	0	0	2,910
Operating (Loss) / Profit	(25,530)	(271,107)	33,925	(225,642)
Interest Receivable	0	7,049	89	9,245
Interest Payable	3,664	9,698	8,308	15,827
(Loss) / Profit before taxation	(29,194)	(273,756)	25,706	(232,224)
Taxation (Refund)	0	0	0	(1,245)
(Loss) / Profit after taxation	(29,194)	(273,756)	25,706	(230,979)

Consolidated Balance Sheet as at 31st August 2009

	Unaudited as at 31.08.09 £	Audited as at 28.02.09 £
Fixed Assets		
Tangible Assets	355,298	427,789
Current Assets		
Stocks	2,275	4,051
Debtors under one year	45,044	56,403
Cash at bank and in hand	73,181	46,357
Creditors: Amounts falling due within one year	(402,632)	(390,574)
Net current (liabilities) assets	(282,132)	(283,763)
Total assets less current liabilities	73,166	144,026
Creditors: amounts falling due after more than one year	(83,334)	(125,000)
Net assets	(10,168)	19,026
Capital and reserves		
Called up share capital	123,419	123,419
Share premium account	385,285	385,285
Merger reserve	645,273	645,273
Profit and loss account	(1,164,145)	(1,134,951)
Equity shareholders' funds	(10,168)	19,026

Consolidated Cash Flow Statement as at 31st August 2009

	Unaudited as at 31.08.09 £	Audited as at 28.02.09 £
Net cash (outflow) inflows from operating activities	74,663	(97,959)
Returns on investment and servicing of finance	(3,664)	(6,582)
Taxation paid	0	(1,245)
Capital expenditure and financial investment	(2,509)	(318,454)
Cash (outflow) inflow before management of liquid resources and financing	68,490	(424,240)
Financing	(41,666)	63,764
Net cash flow	26,824	(360,476)

Note to the Interim Financial Results for the six months ended 31st August 2009

The interim financial information set out herein does not constitute full financial statements within the meaning of section 434 of the Companies Act 2006. The financial statements comprise the unaudited results for the six months ended 31 August 2009 and extracts from the audited results for the year ended 28 February 2009. The unaudited Group results have been prepared under the historical cost convention, in accordance with the Companies Act 1985 and applicable accounting standards in the United Kingdom, and on the basis of the accounting policies set out in the Annual Report for the year ended 28 February 2009.

The results for the 6 months ended 31 August 2009 have not been audited. The financial information for the year ended 28 February 2009 is an abridged version of the Group's Annual Report and Accounts for that year, which has been delivered to the Registrar of Companies. The independent auditors' report in the Annual Report was unqualified and did not contain a statement under Section 237(2) or 237(3) of the Companies Act 1985 (as amended).