

Chairman's statement

Radio Taxis Group figures for half year ended 31st May 2011

Radio Taxis Group reports encouraging sales growth

I am pleased to report that our turnover has risen by 9.1% to £18.3m as we are beginning to observe a slight improvement in the market especially since May 2011.

Although our profit is marginally lower at the equivalent half - way point to that of the previous year, we are relatively optimistic that the second two quarters will lead to a modest profit at the year end.

Margins have fallen moderately to 23.2% due to the increase in volumes from our large corporate clients who receive the benefit of volume discount.

Also the margin comparatives for 2010 had a one-off fiscal benefit from the considerable emergency transport work undertaken by the Group, during a particularly inclement weather period early in that year.

Our administrative expenses have modestly increased by 3.6% as we seek to win new business in inventive ways. This includes investment on the development of the new Zeus mobile data terminal and also on the development of One Transport's systems for clients and for potentials.

For the half year the overall operating loss is (£66k) compared with a small surplus in 2010 of £8k. Net loss is (£99k), at the six months point, which is a very slight deterioration on the equivalent (£65k) loss for 2010.

However the cash position has improved as we have generated £397k of cash from our operating activities thus far in the year.

We look forward to a continuation of growth in the business and a steady albeit modest improvement in trading figures.

Geoffrey Riesel
Chairman
1st July 2011

Accounts as at 31 May 2011 below

**CONSOLIDATED PROFIT AND LOSS ACCOUNT
FOR THE SIX MONTHS ENDED 31 MAY 2011**

	NOTES	Six months ended 31 May 2011 Unaudited £ 000's	Six months ended 31 May 2010 Unaudited £ 000's
Turnover		18,307	16,780
Cost of Sales		(14,064)	(12,597)
Gross Profit		4,243	4,183
Administrative Expenses		(4,332)	(4,183)
Other Operating Income		23	8
Operating (Loss)/Profit		(66)	8
Interest Receivable		-	-
Interest Payable		(33)	(73)
Loss on Ordinary Activities before Taxation		(99)	(65)
Tax on Loss on Ordinary Activities		-	-
Loss for the period		(99)	(65)
Basic Loss per Share	2	(4.8p)	(3.2p)

There were no recognised gains or losses for 2011 or 2010 other than those included in the Profit and Loss Account and therefore no separate statement of total recognised gains and losses has been presented.

**CONSOLIDATED BALANCE SHEET AS AT
31 MAY 2011**

	As at 31 May 2011 Unaudited £ 000's	As at 30 November 2010 Audited £ 000's	As at 31 May 2010 Unaudited £ 000's
FIXED ASSETS			
Intangible Assets	309	337	32
Tangible Assets	3,046	3,160	3,364
	<u>3,355</u>	<u>3,497</u>	<u>3,396</u>
CURRENT ASSETS			
Debtors	5,778	6,493	5,085
Investments	-	-	-
Cash at Bank and in Hand	8	3	17
	<u>5,786</u>	<u>6,496</u>	<u>5,102</u>
CREDITORS: AMOUNTS FALLING DUE WITHIN ONE YEAR	<u>(7,665)</u>	<u>(8,420)</u>	<u>(6,884)</u>
NET CURRENT (LIABILITIES)	<u>(1,879)</u>	<u>(1,924)</u>	<u>(1,782)</u>
TOTAL ASSETS LESS CURRENT LIABILITIES	1,476	1,573	1,614
CREDITORS: AMOUNTS FALLING DUE AFTER MORE THAN ONE YEAR	<u>(439)</u>	<u>(437)</u>	<u>(471)</u>
NET ASSETS	<u>1,037</u>	<u>1,136</u>	<u>1,143</u>
CAPITAL AND RESERVES			
Called up Share Capital	20	20	20
Share Premium Account	2,209	2,209	2,209
Investments . own shares	(2)	(2)	(2)
Profit and Loss Account	(1,190)	(1,091)	(1,084)
Equity Shareholders' Funds	<u>1,037</u>	<u>1,136</u>	<u>1,143</u>

**CONSOLIDATED CASH FLOW STATEMENT
FOR THE SIX MONTHS ENDED 31 MAY 2011**

	Notes	Six months ended 31 May 2011 Unaudited £ 000's	Six months ended 31 May 2010 Unaudited £ 000's
Net cash inflow from operating activities		397	1,285
Returns on investments and servicing of finance		(33)	(73)
Capital expenditure and financial investment			
- Purchase of tangible fixed assets		(254)	(310)
- Proceeds from sale of current asset investments		-	687
Cash inflow before financing		<u>110</u>	<u>1,589</u>
Financing		-	(500)
Increase in cash in the period		<u>110</u>	<u>1,089</u>
 Reconciliation of net cash flow to movement in net debt			
Increase in cash in the period	3	110	1,089
Cash outflow from decrease in debt and lease financing		-	-
Changes in net funds resulting from cash flow		<u>110</u>	<u>1,089</u>
Loan note		-	500
Movement in net debt in the year		<u>110</u>	<u>1,589</u>
Net debt at 1.12.2010	3	(1,993)	(3,798)
Net debt at 31.5.2011	3	<u>(1,883)</u>	<u>(2,209)</u>

NOTES

1. BASIS OF PREPARATION

The financial information for the six month period to 31 May 2011 does not constitute statutory accounts within the meaning of the Companies Act 2006. The financial information for the period ended 30 November 2010 has been extracted from the Group's statutory audited accounts for that year.

The accounting policies remain unchanged from those set out in the Group's statutory accounts for the year ended 30 November 2010.

2. LOSS PER SHARE

Basic loss per share is calculated by dividing the loss attributable to ordinary shareholders by the weighted average number of ordinary shares in issue during the period.

	Six months ended 31 May 2011 Unaudited £ 000's	Six months ended 31 May 2010 Unaudited £ 000's
Loss for the period	(99)	(65)
Weighted average number of ordinary shares (000's)	2,037	2,037
Basic loss per share	(4.8p)	(3.2p)

3. ANALYSIS OF CHANGES IN NET DEBT

	At 1.12.2010 £ 000's	Cashflows £ 000's	At 31.5.2011 £
000's			
Cash at bank and in hand	3	5	8
Bank overdraft	(1,996)	105	(1,891)
Loan note	-	-	-
TOTAL	(1,993)	110	(1,883)