



**Autologic Holdings plc**  
Interim Report 2008



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**Autologic is a leading provider of support services** to the automotive industry specialising in vehicle technical services and distribution. The Group works primarily with vehicle manufacturers managing the preparation, enhancement, storage and distribution of new vehicles alongside used vehicle refurbishment and a range of specialist services.

## OUR YEAR SO FAR

	6 months to 30 June 2008	Restated 6 months to 30 June 2007	Change
<b>Continuing operations</b>			
Revenue	<b>£92.9m</b>	£92.3m	0.7%
<b>Business performance*</b>			
Operating profit	<b>£0.8m</b>	£3.7m	(78.4)%
Profit before tax	<b>£0.7m</b>	£3.2m	(78.1)%
Basic earnings per share	<b>0.8p</b>	3.8p	(78.9)%
<b>Statutory basis</b>			
Operating (loss)/profit (from continuing operations)	<b>£(3.7)m</b>	£2.7m	
(Loss)/profit before tax (from continuing operations)	<b>£(3.8)m</b>	£2.2m	
Basic (loss)/earnings per share (from continuing operations)	<b>(5.9)p</b>	2.5p	

\* Continuing operations before exceptional items

## NON-EXECUTIVE CHAIRMAN AND CHIEF EXECUTIVE OFFICER'S STATEMENT

### RESULTS

Group revenue from continuing operations of £92.9 million was slightly up on the previous year (2007: £92.3 million), whilst the profit before tax and exceptional items from continuing operations was significantly lower at £0.7 million (2007: £3.2 million). In our last report for the full year we indicated that we expected 2008 to be a difficult year and that full year profits from continuing operations in 2008 would be significantly lower than in 2007 due to difficult market and economic conditions. The result for the first half of 2008 was therefore in line with the Board's expectations.

Exceptional costs from continuing operations amounted to £4.5 million (2007: £1.0 million), which were largely attributable to the loss on the sale of the shareholding in Edmunds Holding Company Inc.

The statutory loss for the period was £3.6 million (2007: profit £2.9 million).

Net debt as at 30 June 2008 was £6.8 million (30 June 2007: £12.7 million; 31 December 2007: £3.3 million). Gearing (the ratio of net debt to shareholders' funds) was 33% (30 June 2007: 27%; 31 December 2007: 14%).

### UK

In the first half of 2008, UK new car registrations fell slightly compared to the first half of 2007, affecting both our transport and technical businesses, whilst fuel prices and other input costs continued to rise. There has been an increasing softening in the automotive marketplace in the last three months of the period ended 30 June 2008 and this trend has continued into the second half of 2008.

Higher diesel prices have had a significant impact on the results for the first half of 2008. Whilst, over time, some of these higher costs are passed onto customers, the speed at which the oil price has changed has resulted in an increase in operating costs in the UK of £1.6 million compared to 2007. More recently, the price of fuel has fallen back from its high, although its price is still well above the levels experienced in 2007.

During the first half of 2008 we closed our corporate office in Weston-super-Mare and have started to centralise some of the operational activities of the Group in our Northampton office, which will help to streamline the business and improve communication and efficiencies.

The Group has also renewed significant core contracts for the provision of logistics and technical services with BMW and GM for a further three years and with Mitsubishi for a further five years.

### BENELUX

Our Benelux business, together with our joint venture operations in Belgium, performed comparatively well during the first half of the year. The Sterling results of our Benelux business have been helped by the stronger Euro compared to 2007. The impact of this was to increase operating profits by £0.1 million. Whilst the stronger Euro has increased the Sterling result on translation compared to last year, at the same time it has also resulted in an underlying £0.3 million reduction in operating profits, due to the fact that certain contracts in Benelux are with UK customers and are denominated and paid for in Sterling. The net impact of these two factors was to reduce the Group's operating profits by £0.2 million.

During the period, we terminated the lease commitment at our Oosterhout site in Holland, reducing the future operating cost base of our Benelux subsidiary accordingly.

### EXCEPTIONAL ITEMS

Exceptional costs before tax were £4.5 million in 2008 (2007: £1.0 million), the main element of which was the impairment loss of £3.1 million on the disposal of our small percentage shareholding in Edmunds Holding Company Inc., following the sale of these shares in July 2008 for £2.0 million (\$4.0 million). Since the original purchase of the shares for £5.1 million (\$10.0 million) in April 2000, no dividends have been received and in recent times, the US economy has been in some difficulty. With this backdrop in mind, the Directors decided that it would be in the best interests of the Group for the shareholding

to be sold, as there was no imminent possibility of gaining any advantage from continuing to hold the investment. The cash of £2.0 million from the sale of the investment was received in July 2008.

**BALANCE SHEET**

Net borrowings as at 30 June 2008 were £6.8 million (30 June 2007: £12.7 million; 31 December 2007: £3.3 million). We continue to place great emphasis on the control of cash in the current uncertain economic environment.

As at 30 June 2008, the financial losses and obligations of the discontinued Ansa and Autocar businesses following the termination of the contract with Ford remain unchanged from the position as at 31 December 2007. No formal notification has yet been received from Ford as to the likely outcome of its discussions with the transferred workforce, and the impact that this would have on the Ansa pension scheme. As commented on in the Annual Report and Accounts for the year ended 31 December 2007, the deficit recognised at that time in respect of the Ansa pension scheme, net of deferred tax, of £5.6 million, is expected to be substantially eliminated in 2008 through either the transfer of employee pension underfunding to the Ford pension schemes, or receipt of compensation in respect of those employees not wishing to transfer. Until the discussions with the transferred workforce have been resolved under the pension fund accounting rules within International Accounting Standards, no reduction in the pension liability and/or recognition of compensation in respect of those employees wishing to transfer to the Ford pension schemes can be accounted for within the consolidated results of the Group.

**EARNINGS PER SHARE**

Business performance basic earnings per share decreased to 0.8 pence (2007: 3.8 pence). On a statutory basis, including discontinued operations, basic loss per share was 5.9 pence (2007: basic profit per share 5.1 pence).

**DIVIDEND**

The Directors have not declared an interim dividend for the period (2007: nil).

**OUTLOOK**

We expect new car registrations, which are a key indicator for the business, to continue to fall in the second half of the year compared to the second half of 2007, and at a greater rate than that experienced in the first half of 2008 compared to the first half of 2007.

Most indicators support the fact that the economy is softening, and we do not expect a recovery in the automotive market until the end of 2009 at the earliest.

With the rapid change in the economic environment in the last few months, our attention remains focused on managing our cost base and repositioning ourselves for the future. We expect trading to become increasingly difficult for the traditionally weaker second half of the year and for 2009. Our key objective is to make sure that we structure the business to be suitably sized for the marketplace. We will be continuing with our change process within the organisation so that we can return the Group to acceptable levels of profits as quickly as possible.



**REG HEATH**  
**NON-EXECUTIVE CHAIRMAN**



**AVRIL PALMER-BAUNACK**  
**CHIEF EXECUTIVE OFFICER**

**25 SEPTEMBER 2008**

**CONSOLIDATED INCOME STATEMENT**

FOR THE 6 MONTHS TO 30 JUNE 2008 (UNAUDITED)

	Note	6 months to 30 June 2008 £'m	Restated 6 months to 30 June 2007 £'m	Restated 12 months to 31 Dec 2007 £'m
<b>Continuing operations</b>				
Revenue	2	<b>92.9</b>	92.3	180.7
Cost of sales		<b>(87.8)</b>	(84.2)	(166.2)
<b>Gross profit</b>		<b>5.1</b>	8.1	14.5
Administration expenses before exceptional items		<b>(4.3)</b>	(4.4)	(9.0)
Exceptional items	3	<b>(4.5)</b>	(1.0)	(6.3)
Total administration expenses		<b>(8.8)</b>	(5.4)	(15.3)
<b>Operating (loss)/profit</b>		<b>(3.7)</b>	2.7	(0.8)
<b>Operating profit before exceptional items</b>		<b>0.8</b>	3.7	5.5
<b>Exceptional items</b>		<b>(4.5)</b>	(1.0)	(6.3)
Finance income		<b>0.3</b>	0.3	0.8
Finance costs		<b>(0.6)</b>	(1.1)	(2.2)
Post tax share of profits from interest in joint ventures and associates		<b>0.2</b>	0.3	0.5
<b>(Loss)/profit before tax</b>		<b>(3.8)</b>	2.2	(1.7)
Taxation	4	<b>0.2</b>	(0.8)	(0.3)
<b>(Loss)/profit from continuing operations</b>		<b>(3.6)</b>	1.4	(2.0)
<b>Discontinued operations</b>				
Profit before exceptional items		—	1.5	2.4
Exceptional items		—	—	(23.0)
<b>Total profit/(loss) from discontinued operations</b>	2	—	1.5	(20.6)
<b>(Loss)/profit for the period</b>	7	<b>(3.6)</b>	2.9	(22.6)
Attributable to:				
Equity shareholders	7	<b>(3.7)</b>	2.9	(22.6)
Minority interests	7	<b>0.1</b>	—	—
<b>(Loss)/earnings per share</b>				
Basic	5	<b>(5.9)p</b>	5.1p	(38.2)p
Diluted	5	<b>(5.9)p</b>	5.0p	(38.2)p
<b>(Loss)/earnings per share from continuing operations</b>				
Basic	5	<b>(5.9)p</b>	2.5p	(3.4)p
Diluted	5	<b>(5.9)p</b>	2.4p	(3.4)p

The Consolidated Income Statement has been restated for the 6 months to 30 June 2007 and 12 months to 31 December 2007, as explained in note 1 to these Interim Statements.

## CONSOLIDATED STATEMENT OF RECOGNISED INCOME AND EXPENSE

FOR THE 6 MONTHS TO 30 JUNE 2008 (UNAUDITED)

	Note	6 months to 30 June 2008 £'m	6 months to 30 June 2007 £'m	12 months to 31 Dec 2007 £'m
Currency translation differences	7	0.3	—	0.8
Deferred tax (change in rate in respect of pension scheme deficit)		—	(0.1)	—
Actuarial gain on pension schemes		—	—	2.1
Deferred tax on actuarial gain on pension schemes		—	—	(0.6)
<b>Net income/(expense) recognised directly in equity</b>		<b>0.3</b>	(0.1)	2.3
(Loss)/profit for the period	7	<b>(3.6)</b>	2.9	(22.6)
<b>Total (expense)/income recognised for the period</b>	7	<b>(3.3)</b>	2.8	(20.3)
Attributable to:				
Equity shareholders		<b>(3.4)</b>	2.8	(20.3)
Minority interests	7	<b>0.1</b>	—	—
		<b>(3.3)</b>	2.8	(20.3)

**CONSOLIDATED BALANCE SHEET**

AT 30 JUNE 2008 (UNAUDITED)

	Note	30 June 2008 £'m	30 June 2007 £'m	31 Dec 2007 £'m
<b>Assets</b>				
<b>Non-current assets</b>				
Goodwill		21.0	34.8	21.0
Intangible assets		0.1	0.4	0.1
Property, plant and equipment		13.0	14.8	13.1
Financial assets – available for sale investments		2.0	5.1	5.1
Investments accounted for using the equity method		0.4	0.4	0.3
Deferred tax asset		3.1	3.8	3.5
Trade and other receivables		5.0	3.6	3.7
		<b>44.6</b>	62.9	46.8
<b>Current assets</b>				
Inventories		0.7	0.8	0.7
Trade and other receivables		43.1	48.4	34.9
Cash and cash equivalents	8	4.9	3.6	7.6
		<b>48.7</b>	52.8	43.2
Assets classified as held for sale		—	11.2	—
Current assets		<b>48.7</b>	64.0	43.2
<b>Liabilities</b>				
<b>Current liabilities</b>				
Trade and other payables		(37.9)	(44.9)	(31.5)
Financial liabilities	8	(2.5)	(9.2)	(1.2)
Current tax liabilities		(1.5)	(2.8)	(2.0)
		<b>(41.9)</b>	(56.9)	(34.7)
Liabilities directly associated with assets classified as held for sale		—	(6.6)	—
Current liabilities		<b>(41.9)</b>	(63.5)	(34.7)
<b>Net current assets</b>		<b>6.8</b>	0.5	8.5
<b>Non-current liabilities</b>				
Financial liabilities	8	(9.2)	(10.3)	(9.7)
Retirement benefit liability		(6.7)	(5.9)	(6.7)
Provisions		(14.7)	(1.0)	(14.9)
		<b>(30.6)</b>	(17.2)	(31.3)
<b>Net assets</b>		<b>20.8</b>	46.2	24.0
<b>Shareholders' equity</b>				
Ordinary shares	7	3.1	3.1	3.1
Share premium	7	78.7	78.7	78.7
Other reserves	7	8.2	7.1	7.9
Retained earnings	7	(69.7)	(43.1)	(66.1)
<b>Total shareholders' equity</b>	7	<b>20.3</b>	45.8	23.6
Minority interest in equity	7	0.5	0.4	0.4
<b>Total equity</b>	7	<b>20.8</b>	46.2	24.0

## CONSOLIDATED CASH FLOW STATEMENT

FOR THE 6 MONTHS TO 30 JUNE 2008 (UNAUDITED)

	Note	6 months to 30 June 2008 £'m	Restated 6 months to 30 June 2007 £'m	12 months to 31 Dec 2007 £'m
<b>Cash flows from operating activities</b>				
Cash (used by)/generated from continuing operations – before exceptional items	9	(0.8)	3.5	6.1
Cash used by continuing operations – exceptional items		(2.4)	(0.5)	(0.9)
Cash generated from discontinued operations – before exceptional items	9	—	0.7	8.5
Cash generated from/(used by) discontinued operations – exceptional items		0.5	—	(3.5)
Total cash (used by)/generated from operating activities		(2.7)	3.7	10.2
Interest received		0.3	0.1	0.5
Interest paid		(0.6)	(1.0)	(2.1)
Tax paid		—	(0.3)	(0.4)
Net cash (used by)/generated from operating activities		(3.0)	2.5	8.2
<b>Cash flows from investing activities</b>				
Dividends received from joint venture companies		0.2	0.1	0.4
Proceeds from sales of property, plant and equipment – continuing activities		0.1	0.2	0.6
– discontinued activities		—	3.8	3.8
Purchase of property, plant and equipment – continuing activities		(0.8)	(0.7)	(1.1)
– discontinued activities		—	(0.1)	(0.2)
Net proceeds from sale of subsidiaries		—	—	3.4
Net cash (used in)/received from investing activities		(0.5)	3.3	6.9
<b>Cash flows from financing activities</b>				
Net proceeds from issue of Ordinary share capital		—	12.2	12.2
Net proceeds from bank loan		1.9	—	—
Finance lease principal payments		(0.1)	—	—
Repayment of borrowings		(1.2)	(19.3)	(28.0)
Net cash generated from/(used in) financing activities		0.6	(7.1)	(15.8)
Effects of exchange rate changes		0.2	—	0.2
<b>Net decrease in cash and cash equivalents</b>		(2.7)	(1.3)	(0.5)
Cash and cash equivalents at the beginning of the financial period	8	7.6	8.1	8.1
<b>Cash and cash equivalents at the end of the financial period</b>	8	4.9	6.8 <sup>1</sup>	7.6

<sup>1</sup> Includes cash within discontinued activities of £3.2 million, included in assets classified as held for sale in the Consolidated Balance Sheet.

**NOTES TO THE INTERIM STATEMENTS**

FOR THE 6 MONTHS TO 30 JUNE 2008 (UNAUDITED)

**1. BASIS OF PREPARATION**

The Interim Statements are unaudited. The financial information does not amount to the full statutory accounts within the meaning of the Companies Act 1985. The figures for the 12 months to 31 December 2007 have been extracted from the 2007 Annual Report and Accounts which has been filed with the Registrar of Companies and contained an unqualified report from the auditors.

The Consolidated Income Statement has been restated for the 6 months to 30 June 2007 to reclassify the results of Ansa Logistics Ltd and Autocar Logistics Ltd from continuing operations to discontinued operations following the loss of the Ford contract in November 2007. This has resulted in the reclassification of revenue of £23.0 million, operating profit of £2.4 million and profit before tax of £2.5 million. Administration costs have also been restated for the 6 months to 30 June 2007 and 12 months to 31 December 2007 in-line with 2008 management reporting. This restatement has resulted in the transfer of costs from administration costs to cost of sales of £0.3 million and £0.6 million for the 6 months to 30 June 2007 and 12 months to 31 December 2007 respectively.

A copy of this Interim Report is being sent to all shareholders. Further copies may be obtained from the Company Secretary, Autologic House, 5 Grange Park Court, Roman Way, Northampton NN4 5EA.

The accounting policies are as stated on pages 32 to 36 of the Annual Report and Accounts for the 12 months to 31 December 2007.

**2. SEGMENTAL REPORTING****CONTINUING OPERATIONS FOR THE 6 MONTHS TO 30 JUNE 2008**

	Benelux £'m	Czech Republic £'m	United Kingdom £'m	Unallocated £'m	Total £'m
Total gross segment revenue	12.6	0.9	81.7	—	<b>95.2</b>
Less inter-segment revenue	(1.4)	(0.3)	(0.6)	—	<b>(2.3)</b>
<b>Revenue</b>	11.2	0.6	81.1	—	<b>92.9</b>
Operating profit/(loss) before exceptional items	0.6	0.1	1.4	(1.3)	<b>0.8</b>
Exceptional items	—	—	(1.1)	(3.4)	<b>(4.5)</b>
<b>Operating profit/(loss)</b>	0.6	0.1	0.3	(4.7)	<b>(3.7)</b>
Finance costs					<b>(0.3)</b>
Post tax share of profits from interest in joint ventures and associates	0.2	—	—	—	<b>0.2</b>
<b>Loss before tax</b>					<b>(3.8)</b>
Taxation					<b>0.2</b>
<b>Loss for the period from continuing operations</b>					<b>(3.6)</b>

**2. SEGMENTAL REPORTING (CONTINUED)**  
**CONTINUING OPERATIONS FOR THE 6 MONTHS TO 30 JUNE 2007 (RESTATED)**

	Benelux £'m	Czech Republic £'m	United Kingdom £'m	Unallocated £'m	Total £'m
Total gross segment revenue	9.7	0.1	84.4	—	<b>94.2</b>
Less inter-segment revenue	(0.9)	—	(1.0)	—	<b>(1.9)</b>
<b>Revenue</b>	<b>8.8</b>	<b>0.1</b>	<b>83.4</b>	<b>—</b>	<b>92.3</b>
Operating profit/(loss) before exceptional items	0.5	—	4.7	(1.5)	<b>3.7</b>
Exceptional items	—	—	—	(1.0)	<b>(1.0)</b>
<b>Operating profit/(loss)</b>	<b>0.5</b>	<b>—</b>	<b>4.7</b>	<b>(2.5)</b>	<b>2.7</b>
Finance costs					<b>(0.8)</b>
Post tax share of profits from interest in joint ventures and associates	0.3	—	—	—	<b>0.3</b>
<b>Profit before tax</b>					<b>2.2</b>
Taxation					<b>(0.8)</b>
<b>Profit for the period from continuing operations</b>					<b>1.4</b>

**CONTINUING OPERATIONS FOR THE 12 MONTHS TO 31 DECEMBER 2007 (RESTATED)**

	Benelux £'m	Czech Republic £'m	United Kingdom £'m	Unallocated £'m	Total £'m
Total gross segment revenue	20.5	0.3	165.2	—	<b>186.0</b>
Less inter-segment revenue	(2.2)	(0.1)	(3.0)	—	<b>(5.3)</b>
<b>Revenue</b>	<b>18.3</b>	<b>0.2</b>	<b>162.2</b>	<b>—</b>	<b>180.7</b>
Operating profit/(loss) before exceptional items	0.9	0.1	7.6	(3.1)	<b>5.5</b>
Exceptional items	(1.1)	—	(2.5)	(2.7)	<b>(6.3)</b>
<b>Operating (loss)/profit</b>	<b>(0.2)</b>	<b>0.1</b>	<b>5.1</b>	<b>(5.8)</b>	<b>(0.8)</b>
Finance costs					<b>(1.4)</b>
Post tax share of profits from interest in joint ventures and associates	0.5	—	—	—	<b>0.5</b>
<b>Loss before tax</b>					<b>(1.7)</b>
Taxation					<b>(0.3)</b>
<b>Loss for the year from continuing operations</b>					<b>(2.0)</b>

**NOTES TO THE INTERIM STATEMENTS (CONTINUED)**

FOR THE 6 MONTHS TO 30 JUNE 2008 (UNAUDITED)

**2. SEGMENTAL REPORTING (CONTINUED)****DISCONTINUED OPERATIONS FOR THE 6 MONTHS TO 30 JUNE 2007 (RESTATED)**

	Spain £'m	United Kingdom £'m	Total £'m
<b>Operating (loss)/profit before tax</b>	(0.3)	2.5	<b>2.2</b>
Taxation			<b>(0.7)</b>
<b>Profit for the period from discontinued operations</b>			<b>1.5</b>

**DISCONTINUED OPERATIONS FOR THE 12 MONTHS TO 31 DECEMBER 2007**

	Spain £'m	United Kingdom £'m	Total £'m
Operating (loss)/profit before exceptional items	(0.3)	4.3	<b>4.0</b>
Exceptional items and other operating income			
– impairment of goodwill relating to Ford contract	—	(13.8)	<b>(13.8)</b>
– closure costs relating to loss of Ford contract	—	(11.3)	<b>(11.3)</b>
– closure costs relating to CarsCarsCars business unit	—	(0.4)	<b>(0.4)</b>
– profit on disposal of Spanish subsidiary	0.6	—	<b>0.6</b>
<b>Profit/(loss) before tax</b>	0.3	(21.2)	<b>(20.9)</b>
Taxation			<b>0.3</b>
<b>Loss for the year from discontinued operations</b>			<b>(20.6)</b>

### 3. EXCEPTIONAL ITEMS – CONTINUING OPERATIONS

	6 months to 30 June 2008 £'m	6 months to 30 June 2007 £'m	12 months to 31 Dec 2007 £'m
<b>Included in administration expenses:</b>			
Impairment of available for sale investment	3.1	—	—
Restructuring costs	0.7	1.0	2.9
Leased transporter return costs	0.5	—	—
Dilapidation and property costs	—	—	2.6
Provision for loss making contracts	—	—	0.6
Other	0.2	—	0.2
<b>Total exceptional items – continuing operations</b>	<b>4.5</b>	<b>1.0</b>	<b>6.3</b>

Exceptional items for the 6 months to 30 June 2008 include an impairment of £3.1 million in respect of the Group's investment in Edmunds Holding Company Inc., (a company incorporated in the USA), which is held as an available for sale investment in the Group's balance sheet. In July 2008, the Group completed the sale of this investment and received net cash proceeds of £2.0 million. The restructuring costs of £0.7 million include £0.5 million of redundancy costs for one senior executive and £0.2 million of closure costs in respect of the business unit in Lithuania. The leased transporter return costs represent contractual commitments which management now believe will be incurred because of the downturn in the market.

Exceptional items for the 6 months to 30 June 2007 of £1.0 million were in respect of redundancy costs for two senior executives.

Exceptional items for the 12 months to 31 December 2007 included restructuring costs of £2.9 million which consisted of £2.3 million in respect of senior management changes and £0.6 million of further employee costs in respect of the initial structural changes made at the end of 2007, as part of the first steps towards a turnaround of the business. The dilapidation and property costs include £1.3 million of exit costs relating to the Oosterhout site in Holland and £1.3 million of costs relating to leasehold sites in the UK. The provision for loss making contracts represents contractual commitments of the First Fleet business that has now been merged into Walon UK's technical services business.

### 4. TAXATION

The tax credit gives rise to an effective rate, after adjusting for the effect of post tax share of profit from joint ventures, of 5% for the 6 months to 30 June 2008, which compares to an effective rate of 42% for the 6 months to 30 June 2007. In 2008, the low effective tax rate is predominantly the result of the impairment recognised on the Group's investment in Edmunds Holding Company Inc., on which the benefit of deferred tax losses have not been recognised. In 2007, the high effective tax rate is predominantly the result of tax adjustments recognised in respect of prior years.

**NOTES TO THE INTERIM STATEMENTS (CONTINUED)**

FOR THE 6 MONTHS TO 30 JUNE 2008 (UNAUDITED)

**5. EARNINGS PER SHARE**

	6 months to 30 June 2008			Restated 6 months to 30 June 2007	12 months to 31 Dec 2007
	Earnings £'m	Shares (million)	Per share amount (pence)	per share amount (pence)	per share amount (pence)
<b>Basic (loss)/earnings per share</b>	<b>(3.7)</b>	<b>62.2</b>	<b>(5.9)</b>	5.1	(38.2)
Effect of dilutive shares	—	—	—	(0.1)	—
<b>Diluted (loss)/earnings per share</b>	<b>(3.7)</b>	<b>62.2</b>	<b>(5.9)</b>	5.0	(38.2)
<b>Basic (loss)/earnings per share from continuing operations</b>	<b>(3.7)</b>	<b>62.2</b>	<b>(5.9)</b>	2.5	(3.4)
Effect of dilutive shares	—	—	—	(0.1)	—
<b>Diluted (loss)/earnings per share from continuing operations</b>	<b>(3.7)</b>	<b>62.2</b>	<b>(5.9)</b>	2.4	(3.4)
<b>Basic earnings/(loss) per share from discontinued operations</b>	—	<b>62.2</b>	—	2.6	(34.8)
Effect of dilutive shares	—	—	—	—	—
<b>Diluted earnings/(loss) per share from discontinued operations</b>	—	<b>62.2</b>	—	2.6	(34.8)
<b>Business performance earnings per share</b>					
Basic (loss)/earnings per share	<b>(3.7)</b>	<b>62.2</b>	<b>(5.9)</b>	5.1	(38.2)
Business performance adjustments					
– discontinued operations, as above	—		—	(2.6)	34.8
– exceptional items after tax	<b>4.2</b>		<b>6.7</b>	1.3	8.4
<b>Basic business performance earnings per share</b>	<b>0.5</b>	<b>62.2</b>	<b>0.8</b>	3.8	5.0
Effect of dilutive shares	—	—	—	(0.1)	—
<b>Diluted business performance earnings per share</b>	<b>0.5</b>	<b>62.2</b>	<b>0.8</b>	3.7	5.0

## 5. EARNINGS PER SHARE (CONTINUED)

Basic earnings per share is calculated by dividing the earnings attributable to Ordinary shareholders by the weighted average number of Ordinary shares outstanding during the period. Basic earnings per share were calculated on 61.9 million shares being in issue at 30 June 2008 (30 June 2007: 61.5 million and 31 December 2007: 61.5 million) and a further 0.3 million shares in respect of share options no longer contingent upon any performance criteria (30 June 2007: 0.3 million and 31 December 2007: 0.8 million).

For the 6 months to 30 June 2008 and 12 months to 31 December 2007 there are no dilutive potential Ordinary shares because the dilutive effect reduces the continuing loss per share. For the 6 months to 30 June 2007 the Group has 1.1 million dilutive potential Ordinary shares in respect of the Group's Long Term Incentive Plan ("LTIPs") and warrants issued to the Group's bankers upon renewal of the banking facility.

Business performance earnings per share is calculated by reference to continuing earnings before exceptional items and excluding other operating income, since the Directors consider that this measure provides a useful indication of underlying performance.

## 6. DIVIDENDS

The Directors have not declared an interim dividend (2007: nil). The Directors did not declare a final dividend for the year ended 31 December 2007.

## 7. CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY

	Ordinary shares £'m	Share premium £'m	Merger reserve £'m	Capital reserve £'m	Translation reserve £'m	Retained earnings £'m	Total share-holders' equity £'m	Minority interest in equity £'m	Total equity £'m
Balance at 1 January 2008	3.1	78.7	8.4	0.3	(0.8)	(66.1)	23.6	0.4	<b>24.0</b>
Currency translation differences	—	—	—	—	0.3	—	0.3	—	<b>0.3</b>
Loss for the period	—	—	—	—	—	(3.7)	(3.7)	0.1	<b>(3.6)</b>
<b>Total recognised income/(expense) for the period</b>	—	—	—	—	0.3	(3.7)	(3.4)	0.1	<b>(3.3)</b>
Share-based payments adjustment	—	—	—	—	—	0.1	0.1	—	<b>0.1</b>
<b>Balance at 30 June 2008</b>	<b>3.1</b>	<b>78.7</b>	<b>8.4</b>	<b>0.3</b>	<b>(0.5)</b>	<b>(69.7)</b>	<b>20.3</b>	<b>0.5</b>	<b>20.8</b>

**NOTES TO THE INTERIM STATEMENTS (CONTINUED)**

FOR THE 6 MONTHS TO 30 JUNE 2008 (UNAUDITED)

**8. ANALYSIS OF NET DEBT**

	30 June 2008 £'m	30 June 2007 £'m	31 Dec 2007 £'m
<b>Cash and cash equivalents</b>			
Continuing activities	4.9	3.6	7.6
Cash included within assets classified as held for sale	—	3.2	—
	<b>4.9</b>	6.8	7.6
<b>Current financial liabilities</b>			
Bank loans repayable within one year	<b>(2.3)</b>	(9.0)	(1.0)
Unamortised issue costs relating to bank loans	<b>0.1</b>	0.1	0.1
Finance leases repayable within one year	<b>(0.3)</b>	(0.3)	(0.3)
	<b>(2.5)</b>	(9.2)	(1.2)
<b>Non-current financial liabilities</b>			
Bank loans repayable in more than one year	<b>(7.0)</b>	(8.4)	(7.6)
Unamortised issue costs relating to bank loans	<b>0.2</b>	0.3	0.2
Finance leases repayable in more than one year	<b>(2.4)</b>	(2.2)	(2.3)
	<b>(9.2)</b>	(10.3)	(9.7)
<b>Net debt</b>	<b>(6.8)</b>	(12.7)	(3.3)

**9. RECONCILIATION OF NET (LOSS)/PROFIT TO NET CASH (OUTFLOW)/INFLOW  
BEFORE EXCEPTIONAL ITEMS FROM OPERATING ACTIVITIES**

	6 months to 30 June 2008 £'m	Restated 6 months to 30 June 2007 £'m	12 months to 31 Dec 2007 £'m
<b>Continuing operations</b>			
Net (loss)/profit	<b>(3.6)</b>	1.4	(2.0)
Adjustments for:			
Taxation	<b>(0.2)</b>	0.8	0.3
Depreciation and amortisation	<b>0.9</b>	0.9	1.8
Loss on disposal of property, plant and equipment	<b>—</b>	0.1	—
Net finance costs	<b>0.3</b>	0.8	1.4
Share of results of joint ventures after taxation	<b>(0.2)</b>	(0.3)	(0.5)
Exceptional items before tax	<b>4.5</b>	1.0	6.3
Share based payments	<b>0.1</b>	0.3	0.5
Changes in working capital			
– increase in inventories	<b>—</b>	—	(0.1)
– increase in trade and other receivables	<b>(8.8)</b>	(3.1)	(0.6)
– increase/(decrease) in creditors and provisions for liabilities and charges	<b>6.2</b>	1.6	(1.0)
<b>Cash (used by)/generated from continuing operations before exceptional items</b>	<b>(0.8)</b>	3.5	6.1
<b>Discontinued operations</b>			
Net profit/(loss)	<b>—</b>	1.5	(20.6)
Adjustments for:			
Taxation	<b>—</b>	0.7	(0.3)
Depreciation and amortisation	<b>—</b>	0.4	0.7
Exceptional items and other operating income			
– impairment of goodwill relating to Ford contract	<b>—</b>	—	13.8
– closure costs relating to loss of Ford contract	<b>—</b>	—	11.3
– closure costs relating to CarsCarsCars business unit	<b>—</b>	—	0.4
– profit on disposal of subsidiary	<b>—</b>	—	(0.6)
Changes in working capital			
– (increase)/decrease in trade and other receivables	<b>—</b>	(1.6)	11.6
– decrease in creditors and provisions for liabilities and charges	<b>—</b>	(0.3)	(7.8)
<b>Cash generated from discontinued operations before exceptional items</b>	<b>—</b>	0.7	8.5

## INVESTOR INFORMATION AND ADVISORS' DETAILS

### COMPANY SECRETARY AND REGISTERED OFFICE

#### JOHN LIGHT

Autologic Holdings plc  
Autologic House  
5 Grange Park Court  
Roman Way  
Northampton NN4 5EA

### COMPANY REGISTRATION NUMBER 3252504

### REGISTRAR

Administrative enquiries about the holding of Autologic Holdings plc shares should be directed in the first instance to the Registrar:

### CAPITA REGISTRARS LTD

Northern House  
Woodsome Park  
Fenay Bridge  
Huddersfield  
West Yorkshire HD8 0LA  
Tel: +44 (0)870 162 3100

### CREST SHARE SETTLEMENT SYSTEM

The Company entered the CREST system on flotation and the Ordinary shares are available for settlement in CREST. As the membership system is voluntary, shareholders not wishing to participate can continue to hold their own share certificates.

### FINANCIAL ADVISOR AND STOCKBROKER

#### PANMURE GORDON (UK) LTD

Moorgate Hall  
155 Moorgate  
London EC2M 6XB

### PRINCIPAL BANKERS

#### ROYAL BANK OF SCOTLAND PLC

135 Bishopsgate  
London EC2M 3UR

#### GE COMMERCIAL FINANCE LTD

Enterprise House  
Bancroft Road  
Reigate  
Surrey RH2 7RT

### AUDITORS

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Chartered Accountants and Registered Auditors  
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Bristol BS1 5QD





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