

## Statements of Cash Flows

for year ended 31 March 2012

	Note	Group		Company	
		2012 £000	2011 £000	2012 £000	2011 £000
<b>Cash flows from operating activities</b>					
Profit/(loss) for the year		3,162	1,643	(799)	6,932
Adjustments for:					
Depreciation, amortisation and impairment		1,043	1,346	56	57
Financial income		(42)	(27)	(2)	(1)
Financial expense		669	581	90	156
Loss on sale of property, plant and equipment and investments		(14)	(7)	—	—
Dividends received		—	—	(874)	(1,972)
Investment impairment reversal		—	—	—	(6,200)
Equity settled share-based payment charge		227	189	156	155
Taxation		1,597	879	(33)	(335)
<b>Operating cash inflow/(outflow) before changes in working capital and provisions</b>		<b>6,642</b>	<b>4,604</b>	<b>(1,406)</b>	<b>(1,208)</b>
Change in trade and other receivables		600	(4,068)	(135)	573
Change in stocks		(1,663)	(4,683)	—	—
Change in trade and other payables		331	4,165	206	2,019
Change in provisions		(1,492)	(1,069)	—	—
<b>Cash generated from/(used in) operations</b>		<b>4,418</b>	<b>(1,051)</b>	<b>(1,335)</b>	<b>1,384</b>
Tax paid		(678)	(630)	(87)	—
<b>Net cash from/(used in) operating activities</b>		<b>3,740</b>	<b>(1,681)</b>	<b>(1,422)</b>	<b>1,384</b>
<b>Cash flows from investing activities</b>					
Proceeds from sale of property, plant and equipment		272	7	—	—
Interest received		42	27	2	1
Acquisition of subsidiary, net of cash acquired	3	(10,455)	—	—	—
Increase in subsidiary investment	15	—	—	(5,477)	—
Acquisition of property, plant and equipment	11, 12	(653)	(298)	—	—
Dividends received		—	—	874	1,972
<b>Net cash (used in)/from investing activities</b>		<b>(10,794)</b>	<b>(264)</b>	<b>(4,601)</b>	<b>1,973</b>
<b>Cash flows from financing activities</b>					
Proceeds from the issue of share capital		7,177	—	7,177	—
Proceeds from new loan	21, 27	7,483	4,724	—	—
Repayment of long-term borrowings	21, 27	(2,276)	(2,544)	(1,334)	(2,544)
Payment of finance lease liabilities	21, 27	(52)	—	—	—
Interest paid		(669)	(581)	(90)	(156)
<b>Net cash from/(used in) financing activities</b>		<b>11,663</b>	<b>1,599</b>	<b>5,753</b>	<b>(2,700)</b>
Net change in cash and cash equivalents		4,609	(346)	(270)	657
Cash and cash equivalents at 1 April	20	7,140	7,420	(3,691)	(4,348)
Effect of exchange rate fluctuations on cash held		49	66	—	—
<b>Cash and cash equivalents at 31 March</b>	20	<b>11,798</b>	<b>7,140</b>	<b>(3,961)</b>	<b>(3,691)</b>