



**Unaudited Interim Results for the
six months ended 30 June 2008**



OPERATING AND FINANCIAL REVIEW

Financial results

Revenue for the six months to 30 June 2008 decreased 7% to £1,078,000 (2007: £1,165,000), reflecting a slow down in the market for new company formations in the second quarter.

The operating loss was £706,000 (2007: £1,521,000). After net interest income of £32,000 (2007: £90,000), the loss before tax was £674,000, compared to £1,431,000 in 2007. During the six months our cash reduced by £602,000 to £1,189,000 (2007: reduction of £1,237,000). The loss before tax and cash outflow in the first half were both substantially reduced from the levels in the second half of 2007, by 28% and 45% respectively, as the benefits of cost reductions flowed through.

Operating Review

We have made progress in some areas in the half year. Costs have been reduced; full supplier engagement commenced on our contract with NHS Supply Chain, and work started on the first full implementation of our wider marketplace offering for the Health Sector.

Throughout the year we have been developing a new “spend analysis” product to analyse the procurement data of public sector organisations. This builds on the existing expertise of @UK and Coding International in this area. The product is now at pilot stage with a large collaborative procurement organisation within the NHS.

Since the half year we have received the first marketplace order from an NHS Trust providing acute hospital services and our marketplace has been chosen by a major English university. This will be our first major client in that sector. These projects are expected to be completed by the year end.

The major issue continues to be the time taken to convert prospects to sales. The level of interest from both NHS suppliers and trusts is good, but conversion is taking longer than foreseen. This is unlikely to change in the second half.

Company Formations

Revenues in our Company Formation services business fell by 12% compared to the same period last year. This ended a number of years continuous growth in this business and reflected a fall in the number of companies incorporated in England & Wales in the first half of around 34%. We have made some changes to our marketing and since 30 June sales have recovered to nearer 2007 levels.

Outlook and current trading

Activity in our markets is likely to remain slow for the rest of the year, with the work on generating new business unlikely to show through in sales until the start of 2009.

John Aiken

Chief Executive
23 September 2008



CONSOLIDATED INCOME STATEMENT (UNAUDITED)

		<i>6 months to</i> 30 June 2008 £'000	<i>6 months to</i> 30 June 2007 £'000	<i>Year ended</i> 31 Dec 2007 £'000
	<i>Notes</i>			
Revenue	2	1,078	1,165	2,330
Cost of sales		(307)	(414)	(851)
Gross profit		771	751	1,479
Administrative expenses		(1,396)	(2,254)	(3,889)
Share based payments		(14)	(18)	(26)
Operating loss before exceptional item		(639)	(1,521)	(2,436)
Exceptional reorganisation costs	3	(67)	–	(84)
Operating loss		(706)	(1,521)	(2,520)
Finance income		34	93	160
Finance cost		(2)	(3)	(7)
Loss before taxation		(674)	(1,431)	(2,367)
Taxation		–	–	–
Loss for the year attributable to equity shareholders of the parent		(674)	(1,431)	(2,367)
Loss per share – basic and diluted	4	1.8p	3.8p	6.3p

Revenue and operating loss all derive from continuing operations.



CONSOLIDATED BALANCE SHEET (UNAUDITED)

	30 June 2008 £'000	30 June 2007 £'000	31 Dec 2007 £'000
Assets			
Non-current assets			
Goodwill	96	96	96
Other intangible assets	32	58	47
Property, plant and equipment	374	589	502
	502	743	645
Current assets			
Trade and other receivables	330	336	312
Cash and cash equivalents	1,189	2,882	1,791
	1,519	3,218	2,103
Total assets	2,021	3,961	2,748
Liabilities			
Current liabilities			
Trade and other payables	(526)	(866)	(586)
Income tax	(3)	(3)	(3)
Financial liabilities - borrowings	(12)	(12)	(12)
	(541)	(881)	(601)
Non-current liabilities			
Financial liabilities - borrowings	(48)	(60)	(55)
	(48)	(60)	(55)
Total liabilities	(589)	(941)	(656)
Net assets	1,432	3,020	2,092
Shareholders' equity			
Called up share capital	378	378	378
Share premium	10,114	10,114	10,114
Other reserve	630	630	630
Share based payment reserve	91	69	77
Accumulated losses	(9,781)	(8,171)	(9,107)
Total equity attributable to equity shareholders of the parent	1,432	3,020	2,092



CONSOLIDATED CASH FLOW STATEMENT (UNAUDITED)

	<i>6 months to</i> <i>30 June</i> <i>2008</i> <i>£'000</i>	<i>6 months to</i> <i>30 June</i> <i>2007</i> <i>£'000</i>	<i>Year ended</i> <i>31 Dec</i> <i>2007</i> <i>£'000</i>
Cash flows from operating activities			
Loss for the period	(674)	(1,431)	(2,367)
Adjustments for:			
Interest	(32)	(90)	(153)
Depreciation of property, plant & equipment	132	129	262
Amortisation of other intangible assets	15	14	28
Share based payments	14	18	26
Changes in working capital			
Trade and other receivables	(18)	61	86
Trade and other payables	(60)	15	(264)
Net cash used by operations	(623)	(1,284)	(2,382)
Tax paid	–	–	–
Net cash outflow from operating activities	(623)	(1,284)	(2,382)
Cash flows from investing activities			
Interest received	34	93	160
Interest paid	(2)	(3)	(7)
Purchase of intangible assets	–	(11)	(15)
Purchase of property, plant and equipment	(4)	(25)	(72)
Net cash inflow from investing activities	28	54	66
Cash flows from financing activities			
Repayments of borrowings	(7)	(7)	(12)
Net cash outflow from financing	(7)	(7)	(12)
Net decrease in cash and cash equivalents	(602)	(1,237)	(2,328)
Cash and cash equivalents at beginning of period	1,791	4,119	4,119
Cash and cash equivalents at end of period	1,189	2,882	1,791

**CONSOLIDATED STATEMENT OF CHANGES IN SHAREHOLDERS' EQUITY
(UNAUDITED)**

	<i>Share capital</i>	<i>Share premium</i>	<i>Other reserve</i>	<i>Share based payment reserve</i>	<i>Accumu- lated losses</i>	<i>Total</i>
	£'000	£'000	£'000	£'000	£'000	£'000
Balance as at 1 January 2007	376	10,114	607	51	(6,740)	4,408
Loss for the period	–	–	–	–	(1,431)	(1,431)
Share based payments	–	–	–	18	–	18
Shares issued in the period	2	–	23	–	–	25
Balance as at 30 June 2007	378	10,114	630	69	(8,171)	3,020
Loss for the period	–	–	–	–	(936)	(936)
Share based payments	–	–	–	8	–	8
Balance as at 31 December 2007	378	10,114	630	77	(9,107)	2,092
Loss for the period	–	–	–	–	(674)	(674)
Share based payments	–	–	–	14	–	14
Shares issued in the period	–	–	–	–	–	–
Balance as at 30 June 2008	378	10,114	630	91	(9,781)	1,432

NOTES TO THE FINANCIAL STATEMENTS

1. Basis of preparation

These interim financial statements have been prepared in accordance with the accounting policies set out in the Annual Report and Accounts for the year ended 31 December 2007 and the interpretation of those accounting standards underlying the accounting policies. IAS 34, Interim Financial Reporting, has not been applied. The interim financial statements have been issued in accordance with the AIM Rules of the London Stock Exchange and are unaudited. The financial information set out does not constitute statutory accounts for the purposes of section 240 of the Companies Act 1985. The auditors' report on the statutory accounts for the year ended 31 December 2007 which have been filed with the Registrar of Companies was unqualified and does not contain a statement under Companies Act 1985 sections 237(2) or (3).

The preparation of financial statements requires estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Although the estimates are based on management's best knowledge of the amounts, events or actions, actual results may differ from those estimates.

Copies of the interim statements for the six months ended 30 June 2008 are being sent to all shareholders and to the AIM Team. Details can also be found on the company's website at www.ukplc.net. Further copies of the interim statements and copies of the accounts for the year ended 31 December 2007 can be obtained by writing to the Company Secretary, @UK PLC, 5 Jupiter House, Calleva Park, Aldermaston, Berkshire RG7 8NN.

This announcement was approved by the board of @UK PLC on 22 September 2008.

2. Revenue (unaudited)

Set out below is an analysis of revenue recognised between principal product categories, which the Directors use to assess future revenue flows from customers.

	<i>6 months to 30 June 2008 £'000</i>	<i>6 months to 30 June 2007 £'000</i>	<i>Year ended 31 Dec 2007 £'000</i>
<i>Revenue</i>			
Company formation services	627	709	1,305
Web and ecommerce services	451	456	1,025
	1,078	1,165	2,330

3. Exceptional reorganisation costs

Reorganisation costs represent the costs incurred in reducing staff numbers.



4. Loss per share (unaudited)

The calculations for loss per share are based on the weighted average number of shares in issue during the period 37,779,822 (6 months to 30 June 2007: 37,665,515; year ended 31 December 2007: 37,723,138) and the following losses:

	6 months to 30 June 2008 £'000	6 months to 30 June 2007 £'000	Year ended 31 Dec 2007 £'000
<i>Unadjusted earnings:</i>			
Loss on ordinary activities after tax	(674)	(1,431)	(2,367)
<i>Add back:</i>			
Exceptional reorganisation costs	67	–	84
Share based payments	14	18	26
<i>Adjusted earnings:</i>	(593)	(1,413)	(2,257)

The share options and warrants are not dilutive as they would not increase the loss per share in the year.

The basic and diluted loss per share calculated on the adjusted earnings is 1.6p (6 months to 30 June 2007: 3.8p; year ended 31 December 2007: 6.0p).

5. Post Balance Sheet Events

There are no post balance sheet events requiring disclosure.



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