

**Cambria Africa Plc**  
("Cambria" or the "Company")

**Results for the six months ending 28 February 2015**

Delayed by extenuating circumstances, Cambria Africa Plc (AIM: CMB) announces its six months results for the period ending 28 February 2015 (the "Period").

As the Company has now published both its audited 2014 Full Year Results for the twelve months ended 31 August 2014, and its 2015 Interim Results for the six months ended 28 February 2015, the Company has requested for its shares to be readmitted to trading and it is expected that this will happen tomorrow, 8 September 2015.

Following the investment in the Company by Ventures Africa Limited ("VAL") in April 2015 and the resultant changes to the board of directors, considerable time and resources have been invested in improving the financial reporting functions of the Company. The board is confident that the previous factors causing delays in the publication of results have been satisfactorily addressed ensuring future results will be published timeously.

All references to continuing operations relate to the Group's Payserv Africa and Millchem Holdings investments and head office activities.

Key events for the period were:

- On 21 October 2014 the Group disposed of its 100% interest in Lonzim Hotel Holdings Limited ("the Leopard Rock Hotel Group"), the owner of the Leopard Rock Hotel and related entities, for a total consideration of US\$2.5 million. The related write down of the Company's investment in the Leopard Rock Hotel Group to its net realisable value has been recorded in the results for the year ended 31 August 2014. Accordingly, the Leopard Rock Hotel Group had no material impact on the financial performance of the group for the period.
- The Company's only remaining assets are Payserv Africa ("Payserv") and Millchem Holdings ("Millchem").
- The board is of the view that the remaining assets provide significant value creation opportunities to Cambria and its shareholders.
- We are now focussed on:
  - Rationalising and simplifying the head office function including head office roles, responsibilities and reporting lines. An aggressive reduction in overheads has been accelerated following the investment by VAL in April 2015;
  - Restoring the momentum lost in Millchem by re-establishing key supplier and customer relationships and performing a critical financial and operational analysis of the underlying subsidiaries including Millchem Zambia;
  - Accelerating the development of Payserv Zambia to achieve breakeven and profitability; and
  - Further enhancing the value of Payserv by replicating its successful technology platforms, products and services in the rest of Sub-Saharan Africa.

## Results summary:

- During the period, Payserv and Millchem combined, grew revenues and gross profit by 33% and 26% year-on-year, respectively.
- Cambria's central costs were 4% higher than the equivalent period last year mainly as a result of US\$0.6 million legal fees incurred, US\$0.5million of which related to the Lonzim Air litigation. As noted in the 31 August 2014 results announcement, an aggressive cost reduction and central overhead restructuring have been implemented after the reporting period.
- Cambria's EBITDA loss from continuing operations for the period was US\$1.1 million (2014: US\$1.2 million).
- The Group recorded a loss from continuing operations of US\$1.8 million for the period (2014: US\$2.2 million). The loss from discontinued operations totalled US\$0.5 million, reflecting legal costs incurred on the Lonzim Air litigation.

## Audit opinion in respect of year ended 31 August 2014

The Company's auditors, Baker Tilly Isle of Man LLC, have issued their opinion on the Group's financial statements for the year ended 31 August 2014. The audit was conducted in accordance with International Standards On Auditing (UK and Ireland). They have issued an unmodified audit opinion.

The Group, which at 31 August 2014 had net liabilities of \$1.24m and reported an operating loss of \$4.25m for the year, has external borrowings which mature during 2016. \$5.1 million is due for repayment in April 2016 and a further \$2 million is due for repayment in July 2016. Although the directors are taking steps to refinance these loans, material uncertainty exists which may cast significant doubt about the Group's ability to continue as a going concern. Whilst the full year results for the year ended 31 August 2014 have been prepared on the going concern basis, the audit opinion contains an emphasis of matter regarding the existence of the material uncertainty.

## Working Capital

On 3 September 2015 the Company concluded a settlement agreement with Lonrho with respect to the claims and counterclaims ("the Claims") between the parties, in terms of which the Company will receive US\$4.752 million in full and final settlement of the Claims. After outstanding litigation and other associated costs, the net proceeds are estimated to be US\$3.5 million.

Taking account the external borrowings mentioned above, the Company is therefore expected to have sufficient working capital until April 2016. The Company's Board is however confident that it will be able to refinance or raise additional finances to cover the contractual debt obligations before they become due.

## Changes to the board

The following changes to the board of directors occurred during the period under review and up to the date of this report:

### *Director resignations:*

<b>Name</b>	<b>Ex-position/designation</b>	<b>Date</b>
Paul Turner	Non-executive director	6 May 2015
Edzo Wisman	CEO	13 July 2015
Ian Perkins	Chairman and non-executive director	14 July 2015

### *Director appointments:*

<b>Name</b>	<b>Position/designation</b>	<b>Date</b>
Samir Shasha	CEO	3 June 2015
Josephine Petra Watenphul	CFO	17 June 2015
Dipak Champaklal Pandya	Non-executive director	26 June 2015
Paul Turner	Chairman and non-executive director	9 July 2015

Mr Shasha, was appointed as director on 3 June 2015 following the VAL subscription. He was nominated by the board and appointed as CEO with effect from 3 August 2015.

## About Cambria Africa Plc

Cambria Africa Plc, quoted on the AIM market of the London Stock Exchange, is a long term, active investment company, investing primarily in Southern Africa.

## Contacts

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## Chief Executive's Review

### Introduction

Having been appointed a director in June 2015 and assuming the CEO role with effect from 3 August 2015, this, together with my report on the results for the year ended 31 August 2014, are my first reports to shareholders albeit almost 6 months after the period under review. With a significant cash equity investment through VAL's subscription in April 2015, my interests as CEO are aligned with that of shareholders. Shareholders of Cambria have suffered a tremendous loss of value in their investment in the Company. It is my aim to guide the Company back to profitability and restore shareholder value.

In addition to the aforementioned asset disposals Cambria has undergone a significant restructuring in the last few months whereby the Company's central overheads have been reduced to be fit-for-purpose. In addition, the Group's financial position has been significantly strengthened following the settlement of the legal dispute with Lonrho.

Despite the diminished relevance of the historical results and management overhaul following VAL's investment in April 2015, commentary on the results for the interim period ended 28 February 2015 is provided. These results should be read in conjunction with the commentary to the annual results, also published today.

During the period, revenues and gross profit of the continuing operations of Cambria, being the Payserv and Millchem, were US\$5.6m (2014: US\$4.2m) and US\$2.9m (2014: US\$2.3m) respectively, representing corresponding decreases of 33% and 26% to the equivalent prior period.

The Company recorded a loss of US\$2.2m for the six month period ended 28 February 2015, compared to US\$2.7m loss during the first half of 2014. Cambria's loss per share for the period was 2.4c, compared to a loss of 4.1c per share for the same period last year.

### Divisional reviews

#### **Payserv Africa**

*Payserv provides EDI switching services (Paynet), 'payslip' processing (Autopay), and payroll based microfinance loan processing (Tradanet). It is well-established with all three products in Zimbabwe, and recently commenced operations in Zambia with its Paynet and Autopay products.*

(US\$ '000)	2015	2014	Growth
<b>Revenues</b>	2,522	2,185	15%
<b>Gross profit</b>	2,384	2,025	18%
<b>Gross margin</b>	95%	93%	2%
<b>SG&amp;A</b>	(1,767)	(1,566)	13%
<b>EBITDA</b>	617	459	34%
<b>EBITDA margin</b>	24%	21%	14%

**Paynet** provided Electronic Data Interchange (EDI) services to all the banks and building societies in Zimbabwe, as well as to over 1,500 corporates. Paynet processed 8.88 million transactions (2014: 8.21 million) during the period under review, a 8.2% increase.

**Autopay** provided payroll services to more than 150 customers, processed over 173,000 pay slips (2014: 156,000) during the period under review, a 10.9% increase.

**Tradanet** had an excellent performance over the period. It processed approximately 81,000 (2014: 50,000) loans, representing a value of US\$105.3 (2014: US\$63.2m), a 62% increase and a 66.7% increase respectively. At the end of the period the loan book under management stood at US\$152.6m (2014: US\$112.5m), an increase of 35.6%.

## **Millchem Holdings**

*Millchem is a value-added chemicals distributor with a leading market position in Zimbabwe and a fledgling presence in Zambia and Malawi.*

US\$ '000	2015	2014	Growth
<b>Revenues</b>	3,104	1,995	56%
<b>Gross profit</b>	495	317	56%
<b>Gross margin</b>	16%	16%	0%
<b>SG&amp;A</b>	(973)	(755)	29%
<b>EBITDA</b>	(478)	(438)	(9%)
<b>EBITDA margin</b>	(15%)	(22)%	(32)%

Despite the challenging and uncertain business environment during the year, Millchem grew revenue by a remarkable 56%.

Overheads were negatively impacted by the expansion and investment in establishing Millchem Zambia and Millchem Malawi. Millchem Malawi has been closed after the end of the period while Millchem Zambia is in the process of being disposed of.

As highlighted in the annual results announcement, establishing Millchem as a profitable unit is an important priority. The key focus areas will be:

- Strengthening the executive leadership team following departure of senior executives;
- Rebuilding relationships with key customers;
- Re-establishing credit lines with key suppliers; and
- Streamlining overheads and trading efficiencies.

## **Discontinued operations and central costs**

### *The Leopard Rock Hotel Group*

On 21 October 2014 the group disposed of its 100% interest in the Leopard Rock Hotel Group, for a total consideration of US\$2.5 million. The related write down of the Company's investment in the Leopard Rock Hotel Group's to its net realisable value has been recorded in the results for the year 31 August 2014. Accordingly, the Leopard Rock Hotel Group had no material impact on the financial performance of the group for the period.

### *LonZim Air (B.V.I.) Limited*

Through LonZim Air (BVI) Limited Cambria previously owned three aircraft. Over the years a number of disputes arose in relation to these aircraft and certain associated contracts. Cambria has been pursuing the recovery of claims related to these disputes. These amounts relate to, inter alia, maintenance reserve and lease charges and related contractual interest, payment of insurance proceeds, deterioration in market value of the aircraft, and the significantly lower amount the Company was able to obtain through a sale, due to the poor condition the aircraft were found to be in.

LonZim Air incurred US\$0.5 million in operating losses for the period under review, largely related to extraordinary legal expenses associated with the above mentioned claims.

### *Central costs*

Cambria incurred US\$1.234 million in central costs for the period under review, compared to US\$1.183 million last year, an increase of 4.3%.

At the date of this report, central costs have been further reduced to an estimated annual cost of US\$0.7 million, significantly lower than the US\$3.1 million in respect of the financial year ended 31 August 2014.

As the new CEO of Cambria, I will not be collecting compensation including benefits until such time as the cash flow from the Company's underlying operations supports it.

### **Events following the end of the period under review**

#### *Cancellation of Chemicals & Marketing Company Limited acquisition ("the C&M acquisition")*

It was announced on 26 August 2013 that the Company had concluded the acquisition of the entire issued share capital of Malawi chemical distributor Chemicals & Marketing Company Limited ("C&M") and that the related 5.5 million consideration shares ("consideration shares") had been admitted to listing on AIM.

Following a more in-depth understanding of the financial affairs of C&M, the Company and the C&M vendors entered into a Disengagement Agreement in June 2015 in terms of which the parties agreed that the C&M acquisition will be reversed and the parties be restored to their initial positions.

The consideration shares, net of shares sold to satisfy obligations to C&M, will be held as treasury shares.

The Company's subsidiary MillChem Holdings Limited ("MHL"), has provided guarantees to creditors of C&M to the value of US\$0.6 million. C&M has undertaken to release MHL from these guarantees and indemnified MHL for any potential related loss.

#### *VAL equity placement*

On 15 February 2015, the Company entered into a Share Subscription Agreement in terms of which VAL agreed to subscribe and the Company agreed to issue, 107,000,000 ordinary shares of GBP0.0001 each at price of 0.85p per share ("the VAL subscription"). The VAL subscription was implemented in April 2015, following shareholder approval. The proceeds from the VAL subscription had by 1 June 2015 been fully expended by the previous management to fund the head office and working capital requirements of the Group.

VAL is beneficially owned by Samir Shasha.

#### *Sale of Millchem Zambia*

Millchem has agreed in principle to the sale of the Zambian operations for net asset value estimated to be US\$50 000. The rights to the name "Millchem Zambia" are not included in the sale.

#### *Settlement with Lonrho*

On 3 September 2015, the Company entered into a Settlement Agreement with Lonrho Limited. We expect a net inflow of US\$3.5 million which will be used to reduce debt and support the operating companies.

### **Strategy going forward and closing**

The Company is being focused on creating value for shareholders through its investments in Millchem and Payserv. In addition, the Board is in the process of formulating its investment strategy to implement strategic value-creating acquisitions as appropriate opportunities arise. We will continue to focus on Zimbabwe, which we believe provides the best opportunity for successful investment and growth in the short to medium term.

Mr Samir Shasha  
Chief Executive Officer  
7 September 2015

**Interim consolidated income statement  
For the six month period ended 28 February 2015**

	Unaudited 28-Feb-15	Unaudited 28-Feb-14	Audited 31-Aug-14
	<i>US\$'000</i>	<i>US\$'000</i>	<i>US\$'000</i>
<b>Revenue</b>	<b>5 625</b>	<b>4 180</b>	<b>9 405</b>
Cost of sales	(2 746)	(1 838)	(4 388)
<b>Gross profit</b>	<b>2 879</b>	<b>2 342</b>	<b>5 017</b>
Operating costs	(3 950)	(3 782)	(8 513)
Other income	2	4	17
Net losses on disposal on investments and impairment of assets	(162)		(774)
<b>Operating loss</b>	<b>(1 231)</b>	<b>(1 436)</b>	<b>(4 253)</b>
Finance income	5	2	21
Finance costs	(389)	(637)	(1 128)
Net finance costs	(384)	(635)	(1 107)
<b>Loss before tax</b>	<b>(1 615)</b>	<b>(2 071)</b>	<b>(5 360)</b>
Income tax	(198)	(161)	(319)
<b>Loss for the period from continuing operations</b>	<b>(1 813)</b>	<b>(2 232)</b>	<b>(5 679)</b>
<i>Discontinued operations:</i>			
Loss for the year from discontinued operations, net of tax	(468)	(448)	(10 166)
<b>Loss for the year</b>	<b>(2 281)</b>	<b>(2 680)</b>	<b>(15 845)</b>
<i>Attributable to:</i>			
Owners of the company	(2 459)	(2 770)	(16 138)
Non-controlling Interests	178	90	293
<b>Loss for the year</b>	<b>(2 281)</b>	<b>(2 680)</b>	<b>(15 845)</b>
<b>Earnings per share</b>			
Basic and diluted loss per share (Cents)	(2.4c)	(4.1c)	(19.5c)
<b>Earnings per share-continuing operations</b>			
Basic and diluted loss per share (Cents)	(2.0c)	(3.5c)	(7.2c)

**Cambria Africa Plc**

**Interim consolidated statement of comprehensive income  
For the six month period ended 28 February 2015**

	<b>Unaudited 28-Feb-15</b>	<b>Unaudited 28-Feb-14</b>	<b>Audited 31-Aug-14</b>
	<b>US\$'000</b>	<b>US\$'000</b>	<b>US\$'000</b>
<b>Loss for the year</b>	<b>(2 281)</b>	<b>(2 680)</b>	<b>(15 845)</b>
Other comprehensive income			
Foreign currency translation differences for overseas operations	3	(18)	12
<b>Total comprehensive loss for the year</b>	<b>(2 278)</b>	<b>(2 698)</b>	<b>(15 833)</b>
<b>Attributable to:</b>			
Owners	(2 456)	(2 788)	(16 126)
Non-controlling interests	178	90	293
<b>Total comprehensive loss for the year</b>	<b>(2 278)</b>	<b>(2 698)</b>	<b>(15 833)</b>

## Cambria Africa Plc

### Interim consolidated statement of financial position As at 28 February 2015

	Unaudited 28-Feb-15 US\$'000	Unaudited 28-Feb-14 US\$'000	Audited 31-Aug-14 US\$'000
Property, plant and equipment	2 629	2 742	2 705
Goodwill	717	717	717
Intangible assets	8	85	14
Long term receivables	-	1 145	-
<b>Total non-current assets</b>	<b>3 354</b>	<b>4 689</b>	<b>3 436</b>
Inventories	1 022	809	1 385
Financial assets at fair value through profit and loss	56	58	66
Trade and other receivables	1 411	2 087	1 408
Cash and cash equivalents	537	1 392	405
Assets held for sale	-	16 218	6 469
<b>Total current assets</b>	<b>3 026</b>	<b>20 564</b>	<b>9 733</b>
<b>Total assets</b>	<b>6 380</b>	<b>25 253</b>	<b>13 169</b>
<b>Equity</b>			
Issued share capital	18	17	18
Share premium account	82 629	81 993	82 487
Revaluation reserve	438	77	438
Share based payment reserve	86	86	86
Foreign exchange reserve	(10 626)	(10 659)	(10 629)
Non distributable reserves	1 900	2 241	2 241
Retained losses	(78 008)	(62 522)	(75 890)
<b>Equity attributable to owners of the company</b>	<b>(3 563)</b>	<b>11 233</b>	<b>(1 249)</b>
Non-controlling interests	6	(2)	9
<b>Total equity</b>	<b>(3 557)</b>	<b>11 231</b>	<b>(1 240)</b>
<b>Liabilities</b>			
Loans and borrowing	6 676	6 552	6 745
Provisions	178	202	182
Deferred tax liabilities	178	553	178
<b>Total non-current liabilities</b>	<b>7 032</b>	<b>7 307</b>	<b>7 105</b>
Bank overdraft	-	53	-
Current tax liabilities	198	268	269
Loans and borrowings	-	611	345
Obligations under finance leases	21	38	3
Trade and other payables	2 686	1 674	2 865
Liabilities held for sale	-	4 071	3 822
<b>Total current liabilities</b>	<b>2 905</b>	<b>6 715</b>	<b>7 304</b>
<b>Total liabilities</b>	<b>9 937</b>	<b>14 022</b>	<b>14 409</b>
<b>Total equity and liabilities</b>	<b>6 380</b>	<b>25 253</b>	<b>13 169</b>

## Cambria Africa Plc

### Interim consolidated statement of changes in equity For the six month period ended 28 February 2015

Unaudited	Share Capital	Share Premium	Revaluation Reserve	Foreign Exchange Reserve	Share Based Payment Reserve	Retained Earnings	Non-distributable Reserve	Total	Non-controlling Interest	Total
<b>Balance at 31 August 2014</b>	<b>18</b>	<b>82 487</b>	<b>438</b>	<b>(10 629)</b>	<b>86</b>	<b>(75 890)</b>	<b>2 241</b>	<b>1 249</b>	<b>9</b>	<b>(1 240)</b>
(Loss)/profit for the period	-	-	-	-	-	(2 459)	-	(2 459)	178	(2 281)
Foreign currency translation differences for overseas operations	-	-	-	3	-	-	-	3	-	3
<b>Total comprehensive loss for the year</b>	-	-	-	<b>3</b>	-	<b>(2 459)</b>	-	<b>(2 456)</b>	<b>178</b>	<b>(2 278)</b>
<i>Contributions by/distributions to owners of the Company recognised directly in equity</i>										
Disposal of entity						341	(341)			-
Dividends paid	-	-	-	-	-	-	-	-	(181)	(181)
Issue of ordinary shares (net of share issue costs)	-	142	-	-	-	-	-	142	-	142
Share based payment transactions	-	-	-	-	-	-	-	-	-	-
<b>Total contributions by and distributions</b>	-	<b>142</b>	-	-	-	<b>341</b>	<b>(341)</b>	<b>142</b>	<b>(181)</b>	<b>(39)</b>
<b>Balance at 28 February 2015</b>	<b>18</b>	<b>82 629</b>	<b>438</b>	<b>(10 626)</b>	<b>86</b>	<b>(78 008)</b>	<b>1 900</b>	<b>(3 563)</b>	<b>6</b>	<b>(3 557)</b>

**Cambria Africa Plc**

**Interim consolidated statement of changes in equity  
For the six month period ended 28 February 2014**

Unaudited	Share Capital	Share Premium	Revaluation Reserve	Foreign Exchange Reserve	Share Based Payment Reserve	Retained Earnings	Non-distributable Reserve	Total	Non-controlling Interest	Total
<b>Balance at 31 August 2013</b>	12	78 798	77	(10 641)	86	(59 752)	2 241	10 821	(80)	10 741
(Loss)/profit for the period	-	-	-	-	-	(2 770)	-	(2 770)	90	(2 680)
Foreign currency translation differences for overseas operations	-	-	-	(18)	-	-	-	(18)	-	(18)
<b>Total comprehensive loss for the year</b>	-	-	-	(18)	-	(2 770)	-	(2 788)	90	(2 698)
<i>Contributions by/distributions to owners of the Company recognised directly in equity</i>										
Dividends paid	-	-	-	-	-	-	-	-	(12)	(12)
Issue of ordinary shares (net of share issue costs)	5	3 195	-	-	-	-	-	3 200	-	3 200
Share based payment transactions	-	-	-	-	-	-	-	-	-	-
<b>Total contributions by and distributions</b>	5	3 195	-	-	-	-	-	3 200	(12)	3 188
<b>Balance at 28 February 2014</b>	17	81 993	77	(10 659)	86	(62 522)	2 241	11 233	(2)	11 231

## Cambria Africa Plc

### Interim consolidated statement of cash flows For the six month period ended 28 February 2015

	Unaudited 28-Feb-15 US\$'000	Unaudited 28-Feb-14 US\$'000	Audited 31-Aug-14 US\$'000
<b>Cash used in operations</b>	<b>(1 454)</b>	<b>(2 234)</b>	<b>(3 647)</b>
Taxation paid	(269)	(80)	(287)
<b>Cash used for operating activities</b>	<b>(1 723)</b>	<b>(2 314)</b>	<b>(3 934)</b>
<b>Cash flows from investing activities</b>			
Proceeds on disposal of property, plant and equipment	49	12	673
Purchase of property, plant and equipment	(58)	(51)	(169)
Proceeds on sale of investments	2 445	-	-
Other investing activities	-	-	(349)
Interest received	5	2	21
<b>Net cash used in investing activities</b>	<b>2 442</b>	<b>(37)</b>	<b>176</b>
<b>Cashflows from financing activities</b>			
Dividends paid to non-controlling interests	(181)	(12)	(204)
Interest paid	(389)	(621)	(1 174)
Proceeds from issue of share capital	142	2 300	3 694
Loans repaid	(595)	(319)	(187)
Proceeds from drawdown of loans	203	775	530
<b>Net cash from financing activities</b>	<b>(820)</b>	<b>2 123</b>	<b>2 659</b>
<b>Net (decrease)/increase in cash and cash equivalents</b>	<b>(102)</b>	<b>(228)</b>	<b>(1 099)</b>
Cash and cash equivalents at 1 September	639	1 738	1 738
Foreign exchange	-	(14)	-
<b>Net cash and cash equivalents at 28 February</b>	<b>537</b>	<b>1 496</b>	<b>639</b>
<b>Cash and cash equivalents as above comprise the following</b>			
Cash and cash equivalents	537	1 392	405
Bank overdraft	-	(53)	-
Cash and cash equivalents, in held for sale disposal group	-	157	234
<b>Net cash and cash equivalents</b>	<b>537</b>	<b>1 496</b>	<b>639</b>

## Cambria Africa Plc

### Notes to the interim consolidated financial statements

#### 1. Reporting Entity

Cambria Africa Plc is a public limited company which is listed on the AIM London Stock Exchange and is incorporated in the Isle of Man under the Isle of Man Companies Act 2006.

#### 2. Basis of preparation

The condensed consolidated interim financial information for the six months ended 28 February 2015, has been prepared in accordance with the accounting policies that are expected to be adopted in the Group's full financial statements for the year ending 31 August 2014 and are not expected to be significantly different to those set out in the Group's audited financial statements for the year ended 31 August 2015.

The financial information for the half years ended 28 February 2015 and 28 February 2014 is neither audited nor reviewed. They do not include all of the information required for full annual financial statements, and should be read in conjunction with the consolidated financial statements of the Group as at and for the period ended 31 August 2014, which are available upon request from the Company's registered office at Appleby Trust (Isle of Man) Limited, 33-37 Athol Street, Douglas, Isle of Man, IM1 1LB or at [www.cambriaafrica.com](http://www.cambriaafrica.com).

After making enquiries, the directors have a reasonable expectation that the Company and the Group have adequate resources to continue in operational existence for the foreseeable future. Accordingly, they continue to adopt the going concern basis in preparing the half-yearly condensed consolidated financial statements.

#### 3. Note to the cash flow statement

	Unaudited 28-Feb-15 US\$'000	Unaudited 28-Feb-14 US\$'000	Audited 31-Aug-14 US\$'000
<b>Loss for the period</b>	<b>(2 281)</b>	<b>(2 680)</b>	<b>(15 845)</b>
<i>Adjusted for:</i>			
Amortisation of intangible assets	7	132	204
Impairment of HFS assets	-	-	8 818
Depreciation of property, plant and equipment	132	142	302
(Profit)/loss on sale of property, plant and equipment	(43)	9	339
Impairment of long term receivables	-	-	709
Valuation adjustments to inventories, receivables and other assets	8	21	84
Finance income	(5)	(2)	(21)
Finance expense	389	660	1 174
Increase/(decrease) in provisions	(4)	87	46
Foreign exchange	-	(7)	-
Income tax charge	198	161	133
<b>Operating cash flows before movements in working capital</b>	<b>(1 600)</b>	<b>(1 477)</b>	<b>(4 057)</b>
Decrease/(increase) in inventories	363	116	(450)
Decrease/(increase) in trade and other receivables	1	(790)	(574)
Increase/(decrease) in trade and other payables	(218)	245	1 434
Decrease/(increase) in long term receivables	-	(328)	-
<b>Cash used in operations</b>	<b>(1 454)</b>	<b>(2 234)</b>	<b>(3 647)</b>