

PLANT IMPACT PLC ("Plant Impact" or the "Company")

Unaudited interim results for the six months ended 30 September 2006

Plant Impact plc (PIM.L), which successfully listed on the AIM market on 16 October 2006, announces its first interim results for the six months ended 30 September 2006.

Chairman's Statement

This is my first statement since Plant Impact plc was admitted to trading on AIM last month and I am delighted to welcome all new shareholders to the Company.

Financial Review

Over the period ended 30 September 2006, Plant Impact has traded in line with expectations. Turnover for the period was #186,075, compared with #100,555 for the six months ended 30 September 2005, an increase of 85 per cent. The loss before interest was #422,968, compared with #224,376 for the six months ended 30 September 2005, the increase reflecting the additional expenditure on product development and field trials during the period. Interest charges and provision for the redemption premium on the convertible loan stock increased the loss before taxation to #654,681, compared with #263,607 for the six months ended 30 September 2005.

All outstanding loans were converted into equity on flotation, discharging the Company's liability in respect of convertible loan stock, including the redemption premium thereon, a preferred loan and two short-term loans, in total amounting to #1,447,000. A further #3.30 million, net of expenses, was raised from the Placing, resulting in a stronger balance sheet, although the effect of this is not recognised in these interim accounts as the flotation took place after the period end.

The majority of Plant Impact's sales in the period were in the Middle East and North Africa. The Directors have decided to concentrate their efforts in the Middle East on the distribution relationships in Saudi Arabia, Egypt, Syria, Iran and Algeria, being the markets that show the best prospects for growth. In December 2005, Plant Impact entered into a distribution agreement with Certis Europe BV for its crop nutrient range, covering Spain and Portugal. The first sales were recorded in February 2006 and have continued to grow during the period under review.

The Directors are aware of the requirement to produce financial statements under IFRS for the interim results for the six months ending 30 September 2007 and all periods thereafter and have established a working party to prepare for the potential implications of this change.

Operating Review

The flotation has given the Company the resources needed to pursue its strategy for growth. The proceeds from the Placing will be used to fund increased product development, including the registration of the Company's natural pesticide, BugOil, in the USA and UK, to increase our sales and marketing activities, including the appointment of regional field sales executives, to assist in creating strategic partnerships, where the improved balance sheet should put the Company in a stronger negotiating position, and to fund the working capital needs of the Group.

Dividends

As stated in the admission document, the Directors currently intend to devote the Company's cash resources to its operations and therefore do not anticipate paying dividends in the near future. They will reconsider the Company's dividend policy as and when the Company is in a position to pay dividends. The declaration and payment by the Company of any dividends will depend on the results of the Company's operations, its financial condition, cash requirements, future prospects, profits available for distribution and other factors deemed to be relevant at the time.

Outlook

The Directors believe that Plant Impact will continue to make progress in the Middle East, North Africa and European markets through its established distribution channels. Evaluation field trials, on both the Group's crop nutrient and botanical pesticide products, are being conducted by a number of multi-national agricultural chemicals companies in America, Japan, India, Spain and Malaysia, with a view to them entering into distribution and/or licensing agreements. The Directors remain confident of the successful outcome of these trials.

Further information:

Plant Impact plc	
Martin Robinson, Chairman	0161 929 4969
Peter Blezard, CEO	01772 733744
Grant Thornton Corporate Finance	
Graeme Thom	0870 991 2790
Fiske plc	
Clive Harrison	020 7448 4700

About Plant Impact

Plant Impact plc commenced trading on AIM on 16 October 2006

Plant Impact has developed and markets a range of crop nutrients and natural pesticides that improve the health and productivity of crops, whilst being inherently non-toxic and ecologically sound. The Group's products allow crops to be grown in a way that is better for the environment, the consumer and the grower, whilst increasing yield, quality and shelf life.

Placing Statistics

Placing Price 38p

Number of Ordinary Shares placed on behalf of the Company 10,139,475

Number of Ordinary Shares in issue immediately after the Placing 23,119,323

Capital raised £3.85m

Website: www.plantimpact.com

Plant Impact plc
 Consolidated profit and loss account
 Six months ended 30 September 2006

	6 months ended 30-Sep-06 Unaudited £	6 months ended 30-Sep-05 Unaudited £	15 months ended 31-Mar-06 Audited £
Turnover			
continuing operations	186,075	0	0
acquisitions	0	100,555	345,811
			345,811
Cost of sales	(125,232)	(80,042)	(261,517)
Gross Profit	60,843	20,513	84,294
Distribution costs	(75,075)	(44,559)	(149,518)
Administrative Expenses	(408,736)	(200,330)	(774,055)
Operating loss			
continuing operations	(422,968)	(65,365)	(196,001)
acquisitions	0	(159,011)	(643,278)
	(422,968)	(224,376)	(839,279)
Net Interest Payable	(235,329)	(39,231)	(146,460)
Receivable	3,616	0	6,166
Loss on ordinary activities before taxation	(654,681)	(263,607)	(979,573)
Tax on loss on ordinary activities	-	-	(4,024)
Loss on ordinary activities after taxation	(654,681)	(263,607)	(983,597)
Loss # per share - basic and diluted	(0.82)	(0.41)	(1.61)

Plant Impact plc

Consolidated balance sheet
 As at 30 September 2006

	6 months ended 30-Sep-06 Unaudited £	6 months ended 30-Sep-05 Unaudited £	15 months ended 31-Mar-06 Audited £
Intangible assets	570,178	623,713	585,383
Tangible assets	2,937	3,433	3,746
	573,115	627,146	589,129
Current Assets			
Stock	5,663	8,581	7,831
Debtors	396,291	92,603	425,509
Cash at bank and in hand	162,871	257,036	446,770
	564,825	358,220	880,110
Creditors: amounts falling due within one year	(657,427)	(531,988)	(670,717)
Net current assets / (liabilities)	(92,602)	(173,768)	209,393
Total assets less current liabilities	480,513	453,378	798,522
Creditors: amounts falling due after more than one year	(1,315,994)	0	(979,323)
Net assets / (liabilities)	(835,481)	453,378	(180,801)
Capital and reserves			
Called up share capital	79,878	79,878	79,878
Share premium account	844,812	844,812	844,812
Merger reserve	182,892	182,892	182,892
Profit and loss account	(1,943,063)	(654,204)	(1,288,383)
	(835,481)	453,378	(180,801)

Plant Impact plc
Consolidated cash flow statement
Six months ended 30 September 2006

	6 months ended 30-Sep-06 Unaudited £	6 months ended 30-Sep-05 Unaudited £	15 months ended 31-Mar-06 Audited £
Reconciliation of operating loss to			

operating cashflow				
Operating profit / (loss)		(422,968)	(224,378)	(839,279)
Add back	Depreciation	2,418	945	3,058
	Amortisation of goodwill	15,205	0	22,807
	Amortisation of patents	0	0	15,523
	Amortisation of finance costs	5,429		2,417
	Release of grant income			(3,273)
		(399,916)	(223,433)	(798,747)
Movement in	Stock	2,168	(3,581)	(2,831)
	Debtors	29,219	75,087	(263,477)
	Creditors	4,623	(210,620)	(107,988)
Net operating cashflow		(363,906)	(362,547)	(1,173,043)

CASH FLOW STATEMENT

Cash outflow from operating activities		(363,906)	(362,547)	1,173,043
Returns on investment and servicing of finance				
Interest received		3,616	0	6,166
Interest paid		(531)	(39,231)	(40,539)
		3,085	(39,231)	(34,373)
Taxation		(4,024)	0	0
Capital expenditure and financial investment				
Payments to acquire tangible fixed assets		(1,609)	(69)	(2,495)
Payments to acquire intangible fixed assets		0	0	0
		(1,609)	(69)	(2,495)
Acquisitions and disposals				
Net cash acquired with subsidiaries			33,961	33,961
Net cash inflow from acquisitions and disposals		0	33,961	33,961
Financing				
Issue of shares		0	730,172	730,172
Issue of convertible loans		96,444		870,985
Increase / (decrease) in borrowings		(13,889)	(11,788)	15,556
Convertible loans repaid		0	(115,000)	
Balancing figure required		82,555	603,384	1,616,713
Increase / (decrease) in cash in the period		(283,899)	235,498	440,763

Opening cash balances	446,770	21,538	6,007
Closing cash balances	162,871	257,036	446,770
Reconciliation to movement in net debt			
Increase / (decrease) in cash in the period	(283,899)	235,498	440,763
Issue of convertible loans	(96,444)		(870,985)
Increase / (decrease) in borrowings	13,889	(33,889)	(15,556)
Increase in net debt resulting from cashflows	(366,454)	201,609	(445,778)
Other non cash items	(240,227)	115,000	(108,338)
Movement in net debt in period	(606,681)	316,609	(554,116)
Opening net debt	(798,109)	(343,462)	(243,993)
Closing net debt	(1,404,790)	(26,853)	(798,109)
Analysis of net debt			
Cash in hand and at bank	162,871	257,036	446,770
Bank loans	(1,667)	(33,889)	(15,556)
Convertible loan notes	(1,315,994)	0	(979,323)
Other loans	(250,000)	(250,000)	(250,000)
	(1,404,790)	(26,853)	(798,109)

Plant Impact plc
Notes to the unaudited interim accounts
Six months ended 30 September 2006

1 Plant Impact plc was incorporated on 4th May 2005, and commenced trading on 24th June 2005, on which date it merged with Bio Futures PI Limited, acquiring that company's entire issued share capital, in the process of the group reconstruction.

On 24th June 2005, the company also acquired the entire issued share capital of PI Bioscience Limited.

Both companies are now wholly owned subsidiaries of Plant Impact plc.

The above financial information relates to Plant Impact plc and its subsidiaries.

2 The comparative figures for the 15 months to 31st March 2006 and the other financial information contained in this interim statement do not constitute statutory accounts of Plant Impact plc within the meaning of section 40 of the Companies act 1985. Statutory Accounts of Plant Impact plc for the 15 months to 31st March 2006 have been delivered to the Registrar of Companies. The auditors have reported on those accounts,

their report was not qualified and did not contain a statement under section 237 (2) or (3) of the Companies Act 1985.

3 The presentation of the financial statements is complicated by the group reconstruction which was effected on 24th June 2005. This group reconstruction has been accounted for in accordance with the principles of merger accounting set out in FRS 6. The financial statements are therefore presented as if Bio Futures PI Limited had been owned and controlled by the company throughout the periods ended 30th September 2005 and 31st March 2006.

In addition, on 24th June 2005 the group acquired the entire share capital of PI Bioscience Limited. This acquisition has been accounted for using the acquisition method of accounting. Comparative figures are presented for the 15 month period to 31st March 2006 and the 6 month period to 30th September 2005.

4 The above financial information for the half years to 30th September 2005 and 30th September 2006 has been prepared in accordance with the accounting policies adopted in the accounts for the 15 months ended 31st March 2006.

5 Creditors at 30th September 2006 include #1,315,994 (31st March 2006 #979,323: 30th September 2005 #nil) being convertible loans which were converted into ordinary shares of the company on 16th October 2006 (see note 9 below).

6 The loss per share is based on the loss attributable to ordinary shareholders, divided by the weighted average number of ordinary shares in issue during the period, as follows:

	6 months ended 30-Sep-06 Unaudited	6 months ended 30-Sep-05 Unaudited	15 Months ended 31-Mar-06 Audited
Weighted average number of shares	798,775	649,688	675,323

7 Reconciliation of movement in shareholders funds

	6 months ended 30-Sep-06 Unaudited £	6 months ended 30-Sep-05 Unaudited £	Period ended 31-Mar-06 Audited £
Opening	180,801)	(310,537)	(224,726)
Loss for the Financial period	(654,681)	(263,607)	(983,597)
Shares issued	0	1,027,522	1,027,522
Closing	(835,482)	453,378	180,801)

8 Related party transactions

The following directors had interest free loans during the period, which are included within debtors.

Details are as follows:

	6 months ended 30-Sep-06 Unaudited £	6 months ended 30-Sep-05 Unaudited £	Period ended 31-Mar-06 Audited £
P Blezard	7,890	7,890	7,890
D Marks	7,890	7,890	7,890
	15,780	15,780	15,780

9 Post balance sheet event.

On 16th October 2006, the company's shares were admitted to trading on the Alternative Investment Market of the London Stock Exchange. There was a simultaneous issue of new ordinary shares by way of a placing, raising #3.85m before expenses of issue and admission.

At the same time, the holders of the Convertible Loan Notes 2008 converted their entire holding of loan notes, including redemption premium, into ordinary shares in the company.