

ARGENTVIVE plc
("ArgentVive" or "the Group")

Interim results for the six months ended 30 September 2007

ArgentVive plc today announces interim results for the six months ended 30 September 2007.

- Turnover £2.7m (2006 (restated): £3.0m)
- Loss before tax £252,000 (2006 (restated): loss £57,000)
- Net assets increase to £574,000 (2006 (restated): £76,000)

New Strategic Direction

- Acquisition by Charles Denton of 59% of share capital in July 2007
- Intention to build leading e-commerce group
- Strengthening of Board by appointments of Charles Denton as Deputy Chairman and Kevin Fleming as Finance Director
- New operational structure put in place with three focused divisions
- Two strategic acquisitions made in the period: AuctionAssist and Advance Warning
- Continuing to explore further acquisition opportunities

David Mahony, Chairman, commented:

"The radical changes the Group is making will not be completed until the end of the current financial year. Progress to date has been in line with our expectations and we believe that the combination of the changes made to the management team, coupled with the acquisition strategy we are pursuing, will leave the Group well placed to achieve strong balanced growth in the years to come."

12 November 2007

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ArgentVive plc
("ArgentVive" or "the Group")

Chairman's Statement

	Six months to September 2007			Six months to September 2006		
	Continuing £'000	Discontinued £'000	Total £'000	Continuing £'000	Discontinued £'000	Total £'000
Sales	2,296	358	2,654	2,725	306	3,031
Gross profit	618	141	759	837	94	931
Net loss	(246)	(6)	(252)	(23)	(34)	(57)

The six months to 30 September 2007 was a period of major change for the Group. Charles Denton acquired a controlling shareholding and the Group's strategic direction and structure were changed radically.

During the first six months revenues from continuing operations fell from £2.7 million to £2.3 million. This was due to lower levels of trading across the stores. Losses from continuing operations in the period were £246,000 (2006: loss £23,000), which included exceptional costs of £76,000 for costs incurred relating to the bid and pre-opening costs for the Chertsey store.

Following the subscription for new shares by Charles Denton and others in July 2007 which raised £750,000 for the Group net assets have risen from £76,000 at 31 March 2007 to £574,000 at the period end. ArgentVive is now structured to take advantage of new opportunities with the business, although the Board anticipates that implementation of the new strategic plan, which is set out below, requires further funding in the future.

New strategic direction

The Board has endorsed a strategy designed to build a leading e-commerce group providing software as a service and e-commerce solutions for businesses and consumers across a range of markets.

In the period under review a number of initiatives have been taken to implement this strategy. These included a change of name to ArgentVive plc, the creation of a new operational structure and a strengthening of the management team. The existing internet activities of the group have been repositioned and a number of acquisitions identified.

Acquisitions

Two key strategic acquisitions were made in the period and both management teams, which are key to the growth of the businesses, have been retained.

AuctionAssist Limited ("AuctionAssist"), a multi channel market maker currently concentrating on the electrical goods sector, was acquired in October 2007. At the time of acquisition the company was transacting predominately on eBay. Since the acquisition, AuctionAssist has announced an agreement with Amazon to join its "Merchant @" programme, allowing it to sell goods to a potential customer base of over 70 million active accounts worldwide.

On 2 November 2007, the Group acquired Advance Warning Limited ("Advance Warning"), a social networking Group that is building a new platform which will allow groups to create communities around events such as films and live events. While the Board believes Advance Warning to be a valuable business in its own right, the Board also recognises the opportunities to utilize the software

and skills that exist in Advance Warning to develop social networking opportunities within other areas within the Group.

Strengthened management team

The Board was strengthened by the appointments of Charles Denton as Deputy Chairman and Kevin Fleming as Finance Director. Martin Hearn has stood down as a director of the Group and has taken the role of Managing Director of Midas Merchant Limited. Kieron Smith has joined the Group from Waterstones Limited to become Managing Director of Retail8 Limited.

New operational structure

The Group's activities have now been restructured into three operational divisions:

- The formation of Retail8 Limited, a Group specifically focusing on the business to consumer (B2C) offering of the group. This division currently operates e-bookseller samedaybooks and recently launched BookRabbit.com, an iPhone-enabled mobile search service. It is anticipated that this division will extend its activities to other sectors over the coming months.
- A business to business (B2B) division for internet and software trading has been established and both AuctionAssist and Advance Warning will be part of this division.
- Midas Merchant Limited is focused on research and development with a particular emphasis on exploiting the Midas platform developed by samedaybooks. This modular non-sector specific service will be offered to other independent retailers.

The move of the Group's central activities to the Chertsey Head Office is now completed. This is also the site of our latest showpiece bookshop and café which is now fully operational and trading is in line with expectations. Refurbishment of the Worthing store and offices is scheduled for next year.

The Board is has conducted its review with regard to the stores at Petworth and Cobham. A further announcement will be made in due course. It has been decided that the Gosport store will cease operations prior to the end of the current financial year.

The Group's wholesale activity, Waterside Books, continues to trade successfully and profitably. A new warehouse has been secured for its operations in Dover. A full review of the opportunities to expand Waterside's operations nationally is currently underway.

ArgentVive continues to explore further acquisition opportunities and the board anticipates that further announcements in this regard will be made in the coming weeks.

Outlook

The radical changes the Group is making will not be completed until the end of the current financial year. Progress to date has been in line with our expectations and we believe that the combination of the changes made to the management team, coupled with the acquisition strategy we are pursuing, will leave the Group well placed to achieve strong balanced growth in the years to come.

David Mahony
Chairman

UNAUDITED CONSOLIDATED INCOME STATEMENT

	Six months to 30 September 2007			Six months to 30 September 2006 (restated)		
	Continuing £'000	Discontinued £'000	Total £'000	Continuing £'000	Discontinued £'000	Total £'000
Sales	2,296	358	2,654	2,725	306	3,031
Cost of sales	1,678	217	1,895	1,888	212	2,100
Gross profit	618	141	759	837	94	931
Operating costs	778	130	908	841	151	992
Operating loss	(160)	11	(149)	(4)	(57)	(61)
Exceptional items	(76)	(17)	(93)	-	23	23
Net interest	(10)	-	(10)	(19)	-	(19)
Loss before tax	(246)	(6)	(252)	(23)	(34)	(57)
Corporation tax	-	-	-	-	-	-
Loss for the period	(246)	(6)	(252)	(23)	(34)	(57)
Attributable to: Equity shareholders			(252)			(57)
Loss per share (pence)			(0.73)			(0.03)
Diluted loss per share (pence)			(0.68)			(0.03)
Average number of ordinary shares in issue ('000,000)			208			185
Average number of ordinary shares in issue, fully diluted ('000,000)			224			200

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Six months to 30 September 2007	Six months to 30 September 2006 (restated)
	£'000	£'000
Loss after tax for the period	(252)	(57)
Issue of share capital	750	-
Total changes in equity	498	(57)

CONSOLIDATED BALANCE SHEET

	As at 30 September 2007	As at 30 September 2006 (restated)	As at 31 March 2007 (restated)
	£'000	£'000	£'000
Fixed assets			
Goodwill	89	124	107
Tangible assets	311	73	20
	<hr/>	<hr/>	<hr/>
	400	197	127
Current assets			
Stocks	574	898	659
Debtors	689	646	286
Bank and cash balances	9	10	12
	<hr/>	<hr/>	<hr/>
	1,272	1,554	957
Creditors: due within one year	<hr/>	<hr/>	<hr/>
	1,098	1,730	780
Net current assets / (liabilities)	174	(176)	177
Total assets less current liabilities	574	21	304
Creditors due after one year	-	228	228
	<hr/>	<hr/>	<hr/>
	574	(207)	76
Capital and reserves			
Share capital – equity interests	3,517	3,017	3,017
Share premium account	1,962	1,712	1,712
Share based payments reserve	4	4	4
Profit and loss account	(4,909)	(4,940)	(4,657)
	<hr/>	<hr/>	<hr/>
Shareholders funds	574	(207)	76

CONSOLIDATED CASH FLOW STATEMENT

	Six months to 30 September 2007	Six months to 30 September 2006
	£'000	£'000
Reconciliation of operating costs to net cash outflow from operating activities		
Operating loss	(149)	(61)
Depreciation and amortisation	27	37
Decrease in stocks	85	42
Increase in debtors	(391)	(312)
Increase in creditors	300	270
Exceptional items – cash effect	(105)	23
Net cash outflow from operating activities	<hr/>	<hr/>
	(233)	(1)

CASH FLOW STATEMENT

Net cash outflow from operating activities	(233)	(1)
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Interest paid	(10)	(19)
Cash flow from investing activities		
Capital expenditure	(300)	-
Cash flow from financing activities		
Issue of ordinary share capital	750	-
Increase / (Decrease) in cash and cash equivalents	<u>207</u>	<u>(20)</u>

Reconciliation of net cash flow to movement in net debt

Increase / (Decrease) in cash in the period	207	(20)
Decrease / (Increase) in net debt	207	(20)
Net debt at 1 April 2007	(682)	(662)
Net debt at 30 September 2007	<u>(289)</u>	<u>(682)</u>

NOTES TO THE CONSOLIDATED ACCOUNTS

1. The Group's financial statements for the year ended 31 March 2007 were presented under UK Generally Accepted Accounting Principles (UK GAAP).

To comply with the requirements of AIM, the Group is required to prepare its consolidated financial statements for the year ending 31 March 2008 in accordance with International Financial Reporting Standards (IFRS). Accordingly, this interim financial information has been prepared using the IFRS accounting policies which management expects to apply in the Group's first IFRS financial statements for the year ending 31 March 2008.

The interim financial information has been prepared on the basis of the accounting policies set out in the most recent set of annual financial statements. IFRS currently in issue are subject to ongoing amendment by the IASB and subsequent endorsement by the EU and are therefore subject to change. The Group's IFRS financial statements for the year ending 31 March 2008 may, therefore, be prepared in accordance with some different accounting policies from the information presented here. The interim financial information is unaudited and does not constitute statutory financial statements within the meaning of section 240 of the Companies Act 1985.

The Group's statutory consolidated financial statements for the year ended 31 March 2007 were presented under UK GAAP, and have been delivered to the Registrar of Companies. The report of the auditors on those financial statements was unqualified and did not contain a statement under section 237 (2) or (3) of the Companies Act 1985. Comparative figures for the year ended 31 March 2007 presented here are abridged and non-statutory, have been adjusted to reflect the transition to IFRS and are unaudited.

2. No provision is required for taxation due to the loss incurred in the period.