

Consolidated income statement

for the six months ended 31 December 2006

	6 months ended 31 Dec 06 unaudited £'000	6 months ended 31 Dec 05 unaudited £'000	Year ended 30 Jun 06 audited £'000
Note			
Revenue	334	1,287	1,630
Research and development expenditure	(5,837)	(8,581)	(16,569)
Administrative expenses	(2,272)	(2,339)	(4,854)
Total operating expenses	(8,109)	(10,920)	(21,423)
Operating loss	(7,775)	(9,633)	(19,793)
Interest receivable	281	520	923
Loss before taxation	(7,494)	(9,113)	(18,870)
Taxation	1,142	948	1,998
Loss for the period	(6,352)	(8,165)	(16,872)
Loss per ordinary share			
Basic and diluted	2	1.66p	2.36p
		2.36p	4.67p

All income and expenses above arise from continuing operations.

Consolidated statement of recognised income and expense

for the six months ended 31 December 2006

	6 months ended 31 Dec 06 unaudited £'000	6 months ended 31 Dec 05 unaudited £'000	Year ended 30 Jun 06 audited £'000
Loss for the financial period	(6,352)	(8,165)	(16,872)
Exchange translation difference on consolidation	(1,260)	885	(110)
Total recognised expense for the period	(7,612)	(7,280)	(16,982)

Consolidated balance sheet

as at 31 December 2006

	Notes	31 Dec 06 unaudited £'000	31 Dec 05 unaudited £'000	30 Jun 06 audited £'000
Assets				
Non-current assets				
Goodwill		5,623	6,538	6,133
Intangible assets		17,748	20,010	19,008
Property, plant and equipment		477	770	618
		23,848	27,318	25,759
Current assets				
Trade and other receivables		1,743	1,712	2,828
Short-term deposits		-	10,000	5,506
Cash and cash equivalents		33,585	13,584	9,412
		35,328	25,296	17,746
Liabilities				
Current liabilities				
Trade and other payables		(3,824)	(4,408)	(4,970)
Short-term provisions		(219)	(39)	(16)
Net current assets		31,285	20,849	12,760
Total assets less current liabilities		55,133	48,167	38,519
Non-current liabilities				
Deferred tax liabilities		(5,623)	(6,538)	(6,133)
Other non-current liabilities		-	(573)	(573)
Long-term provisions		(148)	(25)	(24)
		(5,771)	(7,136)	(6,730)
Net assets		49,362	41,031	31,789
Shareholders' equity				
Share capital	4	8,783	8,029	8,040
Share premium	4	100,265	76,088	76,221
Other reserves	4	18,949	21,204	20,209
Retained loss	4	(78,635)	(64,290)	(72,681)
Total shareholders' equity		49,362	41,031	31,789

Consolidated cash flow statement

for the six months ended 31 December 2006

	6 months ended 31 Dec 06 unaudited £'000	6 months ended 31 Dec 05 unaudited £'000	Year ended 30 Jun 06 audited £'000
Cash flows from operating activities			
Cash used in operations	(8,936)	(10,062)	(19,646)
Interest received	374	383	937
Research and development tax credit received	2,092	1,698	1,698
Net cash used in operating activities	(6,470)	(7,981)	(17,011)
Cash flows from investing activities			
Purchase of property, plant and equipment	(17)	(38)	(70)
Sale/(purchase) of short-term deposits	5,506	(2,500)	1,994
Net cash from/(used in) investing activities	5,489	(2,538)	1,924
Cash flows from financing activities			
Proceeds from issue of ordinary share capital	26,305	6,788	7,192
Expenses paid in connection with issue of ordinary share capital	(1,151)	(229)	(237)
Net cash received from/(used in) financing activities	25,154	6,559	6,955
Net increase/(decrease) in cash and cash equivalents	24,173	(3,960)	(8,132)
Cash and cash equivalents at beginning of period	9,412	17,544	17,544
Cash and cash equivalents at end of period	33,585	13,584	9,412

Notes to the interim results

1. Basis of preparation and accounting policies

The interim financial information for the six months ended 31 December 2006 was approved by the Board of Directors on 13 February 2007 and is unaudited. The auditors have carried out a review in accordance with APB Bulletin 1999/4 and their report is set out below. The interim financial information for the six months ended 31 December 2006 was prepared under International Financial Reporting Standards ("IFRS") on the basis of accounting policies as set out in the statutory accounts for the year ended 30 June 2006.

The financial information prepared in accordance with the Group's IFRS accounting policies comprises the consolidated balance sheets as of 31 December 2006 and 31 December 2005 and related consolidated interim statements of income, other recognised income and expense and cash flows for the six months then ended, together with related notes.

This financial information has been prepared in accordance with the Listing Rules of the Financial Services Authority. In preparing this financial information management has used the principal accounting policies as set out in the Group's annual financial statements for the year ended 30 June 2006.

The Group has chosen not to adopt IAS 34, 'Interim financial statements', in preparing its interim statements and, therefore, this interim financial information is not in compliance with IFRS.

The interim report does not constitute statutory financial statements within the meaning of section 240 of the Companies Act 1985. Statutory accounts for the year ended 30 June 2006, have been delivered to the Registrar of Companies and are available on request from the Company Secretary, Antisoma plc, West Africa House, Hanger Lane, Ealing, London W5 3QR. The auditors' report on those accounts was unqualified and did not contain any statement under section 237(2) or section 237(3) of the Companies Act 1985. The audit opinion for the year ended 30 June 2006 contained an emphasis of matter paragraph in relation to going concern, as at the time the Company was not certain with regard to the timing of receipt or the amount of additional funds required for the continued development of its product pipeline. On 15 December 2006 the Company raised £26.3 million by way of an oversubscribed placing and the Directors believe that this provides sufficient working capital for the foreseeable future.

2. Loss per share

	6 months ended 31 Dec 06	6 months ended 31 Dec 05	Year ended 30 Jun 06
Loss for the period (£'000)	(6,352)	(8,165)	(16,872)
Weighted average number of shares ('000)	382,498	345,943	360,894
Basic and diluted loss per share	(1.66)p	(2.36)p	(4.67)p

The Company has no dilutive potential ordinary shares in issue because it is loss making. Following the Company's placing of shares in December 2006, the weighted average number of shares and therefore the loss per share for the six months ended 31 December 2005 and the year ended 30 June 2006 have been restated to take account of the bonus element of the placing. The bonus arises because the placing was made at a discount to the market price.

3. Taxation

A Research & Development tax credit of £1.14 million has been recognised in the six months ended 31 December 2006 (2005: £0.95 million). The tax credit for the period ended 31 December 2006 is made up of £0.95 million relating to the six months ended 31 December 2006 and £0.19 million relating to the excess of the amounts received for the year ended 30 June 2006 over the amounts previously provided.

4. Statement of changes in shareholders' equity

	Share capital unaudited £'000	Share premium unaudited £'000	Other reserve: retranslation unaudited £'000	Other reserve: merger unaudited £'000	Retained loss unaudited £'000	Total unaudited £'000
At 1 July 2005	7,659	69,647	724	19,595	(56,484)	41,141
Loss for the six months	-	-	-	-	(8,165)	(8,165)
New share capital issued	370	6,670	-	-	-	7,040
Expenses on share issue taken to share premium	-	(229)	-	-	-	(229)
Share options: value of employee services	-	-	-	-	359	359
Foreign exchange adjustments on consolidation	-	-	885	-	-	885
At 31 December 2005	8,029	76,088	1,609	19,595	(64,290)	41,031
At 1 July 2005	7,659	69,647	724	19,595	(56,484)	41,141
Loss for the year	-	-	-	-	(16,872)	(16,872)
New share capital issued	381	6,811	-	-	-	7,192
Expenses on share issue taken to share premium	-	(237)	-	-	-	(237)
Share options: value of employee services	-	-	-	-	675	675
Foreign exchange adjustments on consolidation	-	-	(110)	-	-	(110)
At 30 June 2006	8,040	76,221	614	19,595	(72,681)	31,789

At 1 July 2006	8,040	76,221	614	19,595	(72,681)	31,789
Loss for the six months	-	-	-	-	(6,352)	(6,352)
New share capital issued	743	25,562	-	-	-	26,305
Expenses on share issue taken to share premium	-	(1,518)	-	-	-	(1,518)
Share options: value of employee services	-	-	-	-	398	398
Foreign exchange adjustments on consolidation	-	-	(1,260)	-	-	(1,260)
At 31 December 2006	8,783	100,265	(646)	19,595	(78,635)	49,362

Independent review report to Antisoma plc

Introduction

We have been instructed by the Company to review the financial information for the six months ended 31 December 2006 which comprises the consolidated income statement, the statement of recognised income and expense, the consolidated balance sheet, the consolidated cash flow statement and the related notes. We have read the other information contained in the interim report and considered whether it contains any apparent misstatements or material inconsistencies with the financial information.

Directors' responsibilities

The interim report, including the financial information contained therein, is the responsibility of, and has been approved by the Directors. The Listing Rules of the Financial Services Authority require that the accounting policies and presentation applied to the interim figures should be consistent with those applied in preparing the preceding annual accounts except where any changes, and the reasons for them, are disclosed.

This interim report has been prepared in accordance with the basis set out in Note 1.

Review work performed

We conducted our review in accordance with guidance contained in Bulletin 1999/4 issued by the Auditing Practices Board for use in the United Kingdom. A review consists principally of making enquiries of management and applying analytical procedures to the financial information and underlying financial data and, based thereon, assessing whether the disclosed accounting policies have been applied. A review excludes audit procedures such as tests of controls and verification of assets, liabilities and transactions. It is substantially less in scope than an audit and therefore provides a lower level of assurance. Accordingly we do not express an audit opinion on the financial information. This report, including the conclusion, has been prepared for and only for the Company for the purpose of the Listing Rules of the Financial Services Authority and for no other purpose. We do not, in producing this report, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

Review conclusion

On the basis of our review we are not aware of any material modifications that should be made to the financial information as presented for the six months ended 31 December 2006.

PricewaterhouseCoopers LLP

Chartered Accountants
West London
15 February 2007

Notes:

- a. The maintenance and integrity of the Antisoma plc website is the responsibility of the Directors; the work carried out by the auditors does not involve consideration of these matters and, accordingly, the auditors accept no responsibility for any changes that may have occurred to the interim report since it was initially presented on the website.
- b. Legislation in the United Kingdom governing the preparation and dissemination of financial information may differ from legislation in other jurisdictions.