

Billington Holdings Plc

Interim Report and Accounts 2013

Billington Holdings Plc**Directors**

P. K. Hems - Non Executive Chairman

S. G. T. Fareham - Chief Executive

J. S. Gordon - Non Executive Director

Dr. A. Ospelt - Non Executive Director

T. M. Taylor - Financial Director

Company Secretary

L. S. Holloway

Registered Office

Billington Holdings Plc,
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Barnsley Road,
Wombwell,
Barnsley, S73 8DS

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Registrar and Main Transfer Office

Capita Registrars,
Northern House,
Woodsome Park, Fenay Bridge,
Huddersfield, HD8 0LA

Nominated Advisor and Broker

WH Ireland Limited,
Royal House, 28 Sovereign Street
Leeds, LS1 4BJ

Auditors

Grant Thornton UK LLP,
Statutory Auditor
Chartered Accountants
Regent House
80 Regent Road
Leicester, LE1 7NH

Bankers

HSBC Bank plc,
4th Floor, City Point
29 King Street
Leeds, LS1 2HL

Solicitors

Shoosmiths,
Waterfront House, Waterfront Plaza,
35 Station Street,
Nottingham, NG2 2DQ

Interim results and the accompanying announcement to the London Stock Exchange will be available from the Company's website (www.billington-holdings.plc.uk). Dealings permitted on Alternative Investment Market (AIM) of the London Stock Exchange.

Registered in England and Wales, Company No. 02402219.

Condensed consolidated interim income statement

Six months ended 30th June 2013

	Unaudited Six months to 30th June 2013 £000	Unaudited Six months to 30th June 2012 £000	Audited Twelve months to 31st December 2012 £000
Continuing operations			
Revenue	17,156	20,108	38,171
Increase/(decrease) in work in progress	<u>1,310</u>	<u>(1,805)</u>	<u>(1,824)</u>
	<u>18,466</u>	<u>18,303</u>	<u>36,347</u>
Raw material and consumables	10,274	10,783	21,402
Other external charges	1,475	1,412	2,946
Staff costs	5,109	5,067	10,027
Redundancy	88	251	322
Depreciation	467	570	1,080
Other operating charges	<u>791</u>	<u>403</u>	<u>1,008</u>
	<u>18,204</u>	<u>18,486</u>	<u>36,785</u>
Group operating profit/(loss)	262	(183)	(438)
Share of post tax profit in joint ventures	<u>0</u>	<u>0</u>	<u>0</u>
Total operating profit/(loss)	262	(183)	(438)
Net finance cost	<u>(10)</u>	<u>(17)</u>	<u>(17)</u>
Profit/(loss) before tax	252	(200)	(455)
Tax	<u>(63)</u>	<u>52</u>	<u>40</u>
Profit/(loss) for the period from continuing operations and attributable to equity holders of the parent company	<u>189</u>	<u>(148)</u>	<u>(415)</u>
Earnings/(loss) per share (basic and diluted) from continuing operations	<u>1.6 p</u>	<u>(1.3 p)</u>	<u>(3.6 p)</u>
Dividends per share	<u>0.00 p</u>	<u>0.00 p</u>	<u>0.00 p</u>

Earnings/(loss) per ordinary share has been calculated on the basis of the result for the period after tax, divided by the weighted average number of ordinary shares in issue in the period, excluding those held in the ESOP Trust, of 11,580,808. The comparatives are calculated by reference to the weighted average number of ordinary shares in issue which were 11,581,408 for the period to 30 June 2012 and 11,581,358 for the year ended 31 December 2012.

Condensed consolidated interim statement of comprehensive income
Six months ended 30th June 2013

	Unaudited Six months to 30th June 2013 £000	Unaudited Six months to 30th June 2012 £000	Audited Twelve months to 31st December 2012 £000
Profit/(loss) for the period	189	(148)	(415)
Other comprehensive income			
Actuarial loss recognised in the pension scheme	0	0	(110)
Movement on deferred tax relating to pension liability	0	0	(14)
Current tax relating to pension liability	0	0	41
Other comprehensive income, net of tax	0	0	(83)
Total comprehensive income for the period attributable to equity holders of the parent company	189	(148)	(498)

Condensed consolidated interim balance sheet
As at 30th June 2013

	Unaudited 30th June 2013 £000	Unaudited 30th June 2012 £000	Audited 31st December 2012 £000
Assets			
Non current assets			
Property, plant and equipment	7,670	8,389	8,069
Pension assets	384	327	384
Investment in joint ventures	0	0	0
Deferred tax asset	<u>878</u>	<u>862</u>	<u>878</u>
Total non current assets	<u>8,932</u>	<u>9,578</u>	<u>9,331</u>
Current assets			
Inventories and work in progress	7,246	5,996	5,897
Trade and other receivables	3,973	4,332	4,218
Cash and cash equivalents	<u>417</u>	<u>1,119</u>	<u>1,012</u>
Total current assets	<u>11,636</u>	<u>11,447</u>	<u>11,127</u>
Total assets	<u>20,568</u>	<u>21,025</u>	<u>20,458</u>
Liabilities			
Current liabilities			
Current portion of long term borrowings	45	49	45
Trade and other payables	7,626	7,921	7,746
Current tax payable	<u>63</u>	<u>9</u>	<u>0</u>
Total current liabilities	<u>7,734</u>	<u>7,979</u>	<u>7,791</u>
Non current liabilities			
Long term borrowings	<u>346</u>	<u>397</u>	<u>368</u>
Total non current liabilities	<u>346</u>	<u>397</u>	<u>368</u>
Total liabilities	<u>8,080</u>	<u>8,376</u>	<u>8,159</u>
Net assets	<u><u>12,488</u></u>	<u><u>12,649</u></u>	<u><u>12,299</u></u>
Equity			
Share capital	1,293	1,293	1,293
Share premium	1,864	1,864	1,864
Capital redemption reserve	132	132	132
Other reserve	(909)	(909)	(909)
Accumulated profits	<u>10,108</u>	<u>10,269</u>	<u>9,919</u>
Total equity	<u><u>12,488</u></u>	<u><u>12,649</u></u>	<u><u>12,299</u></u>

Condensed consolidated interim statement of changes in equity
(Unaudited)

	Share capital £000	Share premium account £000	Capital redemption reserve £000	Other reserve - ESOP £000	Accumulated profits £000	Total equity £000
At 1st January 2012	1,293	1,864	132	(909)	10,417	12,797
Transactions with owners	0	0	0	0	0	0
Loss for the six months to 30th June 2012	0	0	0	0	(148)	(148)
Total comprehensive income for the period	0	0	0	0	(148)	(148)
At 30th June 2012	1,293	1,864	132	(909)	10,269	12,649
At 1st July 2012	1,293	1,864	132	(909)	10,269	12,649
Transactions with owners						
ESOP movement in period	0	0	0	0	0	0
Transactions with owners	0	0	0	0	0	0
Loss for the six months to 31st December 2012	0	0	0	0	(267)	(267)
Other comprehensive income						
Actuarial loss recognised in the pension schemes	0	0	0	0	(110)	(110)
Income tax relating to components of other comprehensive income	0	0	0	0	27	27
Total comprehensive income for the period	0	0	0	0	(350)	(350)
At 31st December 2012	1,293	1,864	132	(909)	9,919	12,299
At 1st January 2013	1,293	1,864	132	(909)	9,919	12,299
Transactions with owners	0	0	0	0	0	0
Profit for the six months to 30th June 2013	0	0	0	0	189	189
Total comprehensive income for the period	0	0	0	0	189	189
At 30th June 2013	1,293	1,864	132	(909)	10,108	12,488

Condensed consolidated interim cash flow statement

Six months ended 30th June 2013

	Unaudited Six months to 30th June 2013 £000	Unaudited Six months to 30th June 2012 £000	Audited Twelve months to 31st December 2012 £000
Cash flows from operating activities			
Group profit/(loss) after tax	189	(148)	(415)
Tax paid	0	0	(10)
Interest received	0	0	0
Depreciation on property, plant and equipment	467	570	1,080
Difference between pension charge and cash contributions	0	(167)	(167)
(Profit)/loss on sale of property, plant and equipment	(58)	28	(28)
Taxation charge/(credit) recognised in income statement	63	(52)	(40)
Net finance expense	10	17	17
(Increase)/decrease in inventories and work in progress	(1,349)	1,798	1,897
Decrease in trade and other receivables	245	1,790	1,737
Decrease in trade and other payables	<u>(120)</u>	<u>(4,393)</u>	<u>(4,568)</u>
Net cash flow from operating activities	<u>(553)</u>	<u>(557)</u>	<u>(497)</u>
Cash flows from investing activities			
Purchase of property, plant and equipment	(74)	(135)	(347)
Proceeds from sale of property, plant and equipment	<u>64</u>	<u>5</u>	<u>83</u>
Net cash flow from investing activities	<u>(10)</u>	<u>(130)</u>	<u>(264)</u>
Cash flows from financing activities			
Interest paid	(10)	(17)	(17)
Repayment of bank and other loans	<u>(22)</u>	<u>(16)</u>	<u>(49)</u>
Net cash flow from financing activities	<u>(32)</u>	<u>(33)</u>	<u>(66)</u>
Net decrease in cash and cash equivalents	(595)	(720)	(827)
Cash and cash equivalents at beginning of period	<u>1,012</u>	<u>1,839</u>	<u>1,839</u>
Cash and cash equivalents at end of period	<u><u>417</u></u>	<u><u>1,119</u></u>	<u><u>1,012</u></u>

Notes to the interim accounts - as at 30th June 2013

Segmental Reporting

The continuing operations of Billington Holdings plc operate only in Structural Steel. The Structural Steel segment includes the activities of Billington Structures Limited, Peter Marshall Steel Stairs Limited and easi-edge Limited. The Group activities, comprising services and assets provided to Group companies and a small element of external property rentals and management charges, are considered incidental to the activities of Billington Structures Limited and have therefore not been shown as a separate operating segment but have been subsumed with Structural Steel. All assets of the Group reside in the UK.

Basis of preparation

These consolidated interim financial statements are for the six months ended 30 June 2013. They have been prepared with regard to the requirements of IFRS. The financial information set out in these consolidated interim financial statements does not constitute statutory accounts as defined in S434 of the Companies Act 2006. 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 for the year ended 31 December 2012 which contained an unqualified audit report and have been filed with the Registrar of Companies. They did not contain statements under S498 of the Companies Act 2006.

These consolidated interim financial statements have been prepared under the historical cost convention. The accounting policies have been applied consistently throughout the Group for the purposes of preparation of these consolidated interim financial statements.

Dividends

In the first half of 2013 Billington Holdings Plc has not declared a final dividend in respect of 2012 to its equity shareholders (2012: nil). No interim dividend for 2013 has been declared (2012: nil).

These results were approved by the Board of Directors on 9 September 2013.