

# **Billington Holdings Plc**

Interim Report and Accounts 2014

**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 - Finance Director

M. Smith - Chief Operating Officer

**Company Secretary**

L. S. Holloway

**Registered Office**

Billington Holdings Plc,  
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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](http://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 2014

	<b>Unaudited Six months to 30th June 2014 £000</b>	Unaudited Six months to 30th June 2013 £000	Audited Twelve months to 31st December 2013 £000
<b>Continuing operations</b>			
<b>Revenue</b>	<b>23,200</b>	<b>17,156</b>	37,571
(Decrease)/increase in work in progress	<u>(1,886)</u>	<u>1,310</u>	<u>1,833</u>
	<u><b>21,314</b></u>	<u><b>18,466</b></u>	<u>39,404</u>
Raw material and consumables	13,212	10,274	22,988
Other external charges	1,458	1,475	3,058
Staff costs	4,952	5,109	10,182
Redundancy	27	88	209
Depreciation	384	467	857
Other operating charges	<u>515</u>	<u>791</u>	<u>1,373</u>
	<u><b>20,548</b></u>	<u><b>18,204</b></u>	<u>38,667</u>
<b>Group operating profit</b>	<b>766</b>	<b>262</b>	737
Share of post tax profit in joint ventures	<u>0</u>	<u>0</u>	<u>0</u>
<b>Total operating profit</b>	<b>766</b>	<b>262</b>	737
Net finance cost	<u>(7)</u>	<u>(10)</u>	<u>(17)</u>
<b>Profit before tax</b>	<b>759</b>	<b>252</b>	720
Tax	<u>(190)</u>	<u>(63)</u>	<u>(256)</u>
<b>Profit for the period from continuing operations and attributable to equity holders of the parent company</b>	<u><b>569</b></u>	<u><b>189</b></u>	<u>464</u>
<b>Earnings per share (basic and diluted) from continuing operations</b>	<u><b>4.9 p</b></u>	<u><b>1.6 p</b></u>	<u>4.0 p</u>
<b>Dividends per share</b>	<u><b>0.00 p</b></u>	<u><b>0.00 p</b></u>	<u>0.00 p</u>

Earnings 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 11,580,808 for the period to 30 June 2013 and 11,580,808 for the year ended 31 December 2013.

**Condensed consolidated interim statement of comprehensive income**  
Six months ended 30th June 2014

	<b>Unaudited Six months to 30th June 2014 £000</b>	Unaudited Six months to 30th June 2013 £000	Audited Twelve months to 31st December 2013 £000
<b>Profit for the period</b>	<b>569</b>	189	464
<b>Other comprehensive income</b>			
Remeasurement of net defined benefit surplus	<b>0</b>	0	163
Movement on deferred tax relating to pension liability	<b>0</b>	0	(65)
Current tax relating to pension liability	<b>0</b>	0	25
<b>Other comprehensive income, net of tax</b>	<b>0</b>	0	123
<b>Total comprehensive income for the period attributable to equity holders of the parent company</b>	<b>569</b>	189	587

**Condensed consolidated interim balance sheet**

As at 30th June 2014

	<b>Unaudited 30th June 2014 £000</b>	Unaudited 30th June 2013 £000	Audited 31st December 2013 £000
<b>Assets</b>			
<b>Non current assets</b>			
Property, plant and equipment	7,698	7,670	7,629
Pension assets	653	384	653
Investment in joint ventures	0	0	0
Deferred tax asset	621	878	621
<b>Total non current assets</b>	<b>8,972</b>	<b>8,932</b>	<b>8,903</b>
<b>Current assets</b>			
Inventories and work in progress	6,034	7,246	7,915
Trade and other receivables	5,785	3,973	4,411
Cash and cash equivalents	2,809	417	2,576
<b>Total current assets</b>	<b>14,628</b>	<b>11,636</b>	<b>14,902</b>
<b>Total assets</b>	<b>23,600</b>	<b>20,568</b>	<b>23,805</b>
<b>Liabilities</b>			
<b>Current liabilities</b>			
Current portion of long term borrowings	346	45	368
Trade and other payables	9,570	7,626	10,512
Current tax payable	229	63	39
<b>Total current liabilities</b>	<b>10,145</b>	<b>7,734</b>	<b>10,919</b>
<b>Non current liabilities</b>			
Long term borrowings	0	346	0
<b>Total non current liabilities</b>	<b>0</b>	<b>346</b>	<b>0</b>
<b>Total liabilities</b>	<b>10,145</b>	<b>8,080</b>	<b>10,919</b>
<b>Net assets</b>	<b>13,455</b>	<b>12,488</b>	<b>12,886</b>
<b>Equity</b>			
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	11,075	10,108	10,506
<b>Total equity</b>	<b>13,455</b>	<b>12,488</b>	<b>12,886</b>

**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
<b>At 1st January 2013</b>	1,293	1,864	132	(909)	9,919	12,299
<b>Transactions with owners</b>	0	0	0	0	0	0
Profit for the six months to 30th June 2013	0	0	0	0	189	189
<b>Total comprehensive income for the period</b>	0	0	0	0	189	189
<b>At 30th June 2013</b>	1,293	1,864	132	(909)	10,108	12,488
<b>At 1st July 2013</b>	1,293	1,864	132	(909)	10,108	12,488
<b>Transactions with owners</b>						
ESOP movement in period	0	0	0	0	0	0
<b>Transactions with owners</b>	0	0	0	0	0	0
Profit for the six months to 31st December 2013	0	0	0	0	275	275
<b>Other comprehensive income</b>						
Actuarial gain recognised in the pension scheme	0	0	0	0	163	163
Income tax relating to components of other comprehensive income	0	0	0	0	(40)	(40)
<b>Total comprehensive income for the period</b>	0	0	0	0	398	398
<b>At 31st December 2013</b>	1,293	1,864	132	(909)	10,506	12,886
<b>At 1st January 2014</b>	1,293	1,864	132	(909)	10,506	12,886
<b>Transactions with owners</b>	0	0	0	0	0	0
Profit for the six months to 30th June 2014	0	0	0	0	569	569
<b>Total comprehensive income for the period</b>	0	0	0	0	569	569
<b>At 30th June 2014</b>	1,293	1,864	132	(909)	11,075	13,455

**Condensed consolidated interim cash flow statement**

Six months ended 30th June 2014

	<b>Unaudited Six months to 30th June 2014 £000</b>	Unaudited Six months to 30th June 2013 £000	Audited Twelve months to 31st December 2013 £000
<b>Cash flows from operating activities</b>			
Group profit after tax	569	189	464
Depreciation on property, plant and equipment	384	467	857
Difference between pension charge and cash contributions	(133)	0	(106)
Profit on sale of property, plant and equipment	(32)	(58)	(110)
Taxation charge recognised in income statement	190	63	256
Net finance expense	7	10	17
Decrease/(increase)in inventories and work in progress	1,881	(1,349)	(2,018)
(Increase)/decrease in trade and other receivables	(1,241)	245	(193)
(Decrease)/increase in trade and other payables	(942)	(120)	2,766
<b>Net cash flow from operating activities</b>	<b>683</b>	<b>(553)</b>	<b>1,933</b>
<b>Cash flows from investing activities</b>			
Purchase of property, plant and equipment	(455)	(74)	(449)
Proceeds from sale of property, plant and equipment	34	64	142
<b>Net cash flow from investing activities</b>	<b>(421)</b>	<b>(10)</b>	<b>(307)</b>
<b>Cash flows from financing activities</b>			
Interest paid	(7)	(10)	(17)
Repayment of bank and other loans	(22)	(22)	(45)
<b>Net cash flow from financing activities</b>	<b>(29)</b>	<b>(32)</b>	<b>(62)</b>
<b>Net decrease in cash and cash equivalents</b>	<b>233</b>	<b>(595)</b>	<b>1,564</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>2,576</b>	<b>1,012</b>	<b>1,012</b>
<b>Cash and cash equivalents at end of period</b>	<b>2,809</b>	<b>417</b>	<b>2,576</b>

## **Notes to the interim accounts - as at 30th June 2014**

### **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 2014. 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 2013 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 2014 Billington Holdings Plc has not declared a final dividend in respect of 2013 to its equity shareholders (2013: nil). No interim dividend for 2014 has been declared (2013: nil).

These results were approved by the Board of Directors on XX September 2014.