

Billington Holdings Plc

Interim Report and Accounts 2015

Billington Holdings Plc**Directors**

P. K. Hems - Non Executive Chairman
S. G. T. Fareham - Non Executive Director
J. S. Gordon - Non Executive Director
Dr. A. Ospelt - Non Executive Director
M. Smith - Chief Executive
T. M. Taylor - Finance Director

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). 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 2015

	Unaudited Six months to 30th June 2015 £000	Unaudited Six months to 30th June 2014 £000	Audited Twelve months to 31st December 2014 £000
Continuing operations			
Revenue	24,650	23,200	44,517
(Decrease)/increase in work in progress	<u>(101)</u>	<u>(1,886)</u>	<u>586</u>
	<u>24,549</u>	<u>21,314</u>	<u>45,103</u>
Raw material and consumables	14,848	13,212	27,619
Other external charges	1,679	1,458	3,165
Staff costs	5,239	4,952	10,356
Redundancy	4	27	20
Depreciation	450	384	771
Other operating charges	<u>630</u>	<u>515</u>	<u>1,273</u>
	<u>22,850</u>	<u>20,548</u>	<u>43,204</u>
Group operating profit	1,699	766	1,899
Share of post tax profit in joint ventures	<u>0</u>	<u>0</u>	<u>0</u>
Total operating profit	1,699	766	1,899
Net finance cost	<u>(4)</u>	<u>(7)</u>	<u>23</u>
Profit before tax	1,695	759	1,922
Tax	<u>(373)</u>	<u>(190)</u>	<u>(477)</u>
Profit for the period from continuing operations and attributable to equity holders of the parent company	<u>1,322</u>	<u>569</u>	<u>1,445</u>
Earnings per share (basic and diluted) from continuing operations	<u>11.4 p</u>	<u>4.9 p</u>	<u>12.5 p</u>
Dividends per share	<u>3.00 p</u>	<u>0.00 p</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 11,579,708. 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 2014 and 11,580,808 for the year ended 31 December 2014.

Condensed consolidated interim statement of comprehensive income

Six months ended 30th June 2015

	Unaudited Six months to 30th June 2015 £000	Unaudited Six months to 30th June 2014 £000	Audited Twelve months to 31st December 2014 £000
Profit for the period	1,322	569	1,445
Other comprehensive income			
Remeasurement of net defined benefit surplus	0	0	(54)
Movement on deferred tax relating to pension liability	0	0	(32)
Current tax relating to pension liability	0	0	60
Other comprehensive income, net of tax	0	0	(26)
Total comprehensive income for the period attributable to equity holders of the parent company	1,322	569	1,419

Condensed consolidated interim balance sheet

As at 30th June 2015

	Unaudited 30th June 2015 £000	Unaudited 30th June 2014 £000	Audited 31st December 2014 £000
Assets			
<i>Non current assets</i>			
Property, plant and equipment	8,226	7,698	8,161
Pension assets	878	653	878
Investment in joint ventures	0	0	0
Deferred tax asset	272	621	272
Total non current assets	9,376	8,972	9,311
<i>Current assets</i>			
Inventories and work in progress	8,364	6,034	8,472
Trade and other receivables	4,225	5,785	5,080
Cash and cash equivalents	6,355	2,809	3,872
Total current assets	18,944	14,628	17,424
Total assets	28,320	23,600	26,735
Liabilities			
<i>Current liabilities</i>			
Current portion of long term borrowings	45	346	45
Trade and other payables	11,919	9,570	12,007
Current tax payable	473	229	100
Total current liabilities	12,437	10,145	12,152
<i>Non current liabilities</i>			
Long term borrowings	257	0	279
Total non current liabilities	257	0	279
Total liabilities	12,694	10,145	12,431
Net assets	15,626	13,455	14,304
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	(910)	(909)	(910)
Accumulated profits	13,247	11,075	11,925
Total equity	15,626	13,455	14,304

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 2014	1,293	1,864	132	(909)	10,506	12,886
Transactions with owners	0	0	0	0	0	0
Profit for the six months to 30th June 2014	0	0	0	0	569	569
Total comprehensive income for the period	0	0	0	0	569	569
At 30th June 2014	1,293	1,864	132	(909)	11,075	13,455
At 1st July 2014	1,293	1,864	132	(909)	11,075	13,455
Transactions with owners						
ESOP movement in period	0	0	0	(1)	0	(1)
Transactions with owners	0	0	0	(1)	0	(1)
Profit for the six months to 31st December 2014	0	0	0	0	876	876
Other comprehensive income						
Actuarial gain recognised in the pension scheme	0	0	0	0	(54)	(54)
Income tax relating to components of other comprehensive income	0	0	0	0	28	28
Total comprehensive income for the period	0	0	0	0	850	850
At 31st December 2014	1,293	1,864	132	(910)	11,925	14,304
At 1st January 2015	1,293	1,864	132	(910)	11,925	14,304
Transactions with owners	0	0	0	0	0	0
Profit for the six months to 30th June 2015	0	0	0	0	1,322	1,322
Total comprehensive income for the period	0	0	0	0	1,322	1,322
At 30th June 2015	1,293	1,864	132	(910)	13,247	15,626

Condensed consolidated interim cash flow statement

Six months ended 30th June 2015

	Unaudited Six months to 30th June 2015 £000	Unaudited Six months to 30th June 2014 £000	Audited Twelve months to 31st December 2014 £000
Cash flows from operating activities			
Group profit after tax	1,322	569	1,445
Taxation paid	0	0	(39)
Depreciation on property, plant and equipment	450	384	771
Difference between pension charge and cash contributions	(61)	(133)	(244)
Profit on sale of property, plant and equipment	(56)	(32)	(86)
Taxation charge recognised in income statement	373	190	477
Net finance (income)/expense	4	7	(23)
Decrease/(increase)in inventories and work in progress	108	1,881	(557)
(Increase)/decrease in trade and other receivables	916	(1,241)	(669)
(Decrease)/increase in trade and other payables	(88)	(942)	1,494
Net cash flow from operating activities	2,968	683	2,569
Cash flows from investing activities			
Purchase of property, plant and equipment	(521)	(455)	(1,308)
Proceeds from sale of property, plant and equipment	62	34	91
Net cash flow from investing activities	(459)	(421)	(1,217)
Cash flows from financing activities			
Interest paid	(4)	(7)	(12)
Repayment of bank and other loans	(22)	(22)	(44)
Net cash flow from financing activities	(26)	(29)	(56)
Net decrease in cash and cash equivalents	2,483	233	1,296
Cash and cash equivalents at beginning of period	3,872	2,576	2,576
Cash and cash equivalents at end of period	6,355	2,809	3,872

Notes to the interim accounts - as at 30th June 2015

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 2015. 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 2014 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 2015 Billington Holdings Plc declared a final dividend of 3.0 pence per share amounting to £388,030 (2014: nil) to its equity shareholders . No interim dividend for 2015 has been declared (2014: nil).

These results were approved by the Board of Directors on XX September 2015.