



SUTTON
HARBOUR
HOLDINGS PLC

2017

INTERIM REPORT



THE GROUP AT A GLANCE

Sutton Harbour Holdings plc, listed on the Alternative Investment Market (AIM) of the London Stock Exchange since 1996, is the parent of a number of wholly owned subsidiary companies which include:

- Sutton Harbour Company, the statutory harbour authority company, which operates the Plymouth fishmarket (known as Sutton Harbour Fisheries), the Sutton Harbour Marina, together with a number of operations related properties;
- a number of other 'Sutton Harbour' group companies engaged in waterfront property regeneration, property investment, the operation of King Point Marina and car parking operational activities; and
- Plymouth City Airport Limited, the company holding the leasehold interest of the former airport site.

Details of the Group's operating segments, together with a description of current activities and latest developments are:

MARINE

Sutton Harbour currently provides berthing for 523 vessels and receives a stable, core annual revenue stream in the form of dues, fees and rents from the established fisheries, marinas and property operations.

Plymouth Fisheries, the trading name of the fishmarket in Plymouth, is recognised as the second placed fishing port in England.

The location of Sutton Harbour, in central Plymouth and adjoining the historic Barbican quarter, has undergone two main phases of regeneration over the past 25 years. The first phase to unlock the potential of the area was realised when Sutton Lock was installed in 1992 creating a usable depth of water, followed by the relocation of the fishmarket to the eastern side in 1995. In the second phase the development of high quality residential and commercial buildings overlooking the harbour, and improvements to berthing facilities, added to the attractiveness of the area to create a long term sustainable location for business, leisure and living. The Group is now focused on bringing forward the third phase with further regeneration to join together existing key attractions and to position Sutton Harbour as a destination of regional importance within the South West which is presented in the 'Vision' framework, see 'Regeneration' below.

King Point Marina

In June 2011, the Group was selected by the English Cities Fund (ECF) to build and operate the new marina in the major urban regeneration area of Millbay in Plymouth. The new King Point Marina received its first berth-holders in September 2013 and has now operated for three years. The facility currently has 81 berths, with space to install a further 86 berths subject to configuration.

REAL ESTATE

This division comprises the rentals from investment properties and is particularly focused on growing its annual income through asset enhancement.

Whilst property development continues to be challenging, the Group has continued to invest in and drive value from its investment portfolio, securing lettings in vacant premises in the Sutton Harbour estate.

The Group has a diverse mix of national and regional businesses as tenants as well as various independent operators. The National Marine Aquarium, a major visitor attraction in the region, is also a tenant.

The Group has been active in establishing a business community around the northern side of Sutton Harbour and has been successful in attracting a number of chartered accountants practices, legal firms and other professional services companies.

THE GROUP AT A GLANCE

CAR PARKING

The Group has two major car parks at Sutton Harbour; a 340 space multi storey close to the National Marine Aquarium and a 51 space surface car park in the Barbican area. Additionally, the Group controls parking on the fishmarket complex, at the marina and adjoining various tenanted properties.

REGENERATION

This division focuses on development for revenue and capital growth and for value realisation through specific land asset sale.

Sutton Harbour

The Group has established a track record for the delivery of six major regeneration schemes around Sutton Harbour and a further two schemes in other locations elsewhere in the South West. A key feature of all these schemes was working in partnership with other public and private sector bodies. In July 2014, a new 'Vision' framework for future development around Sutton Harbour was launched. The 'Vision' included indicative development visuals for twelve waterfront schemes including the East Quay site. Planning consent for one cornerstone development, 'The Boardwalk' at Vauxhall Quay, was gained in February 2015.

Former Airport Site

In 2000, the Group purchased Plymouth City Airport Limited and a long lease of the regional airport site. In 2003 the Group set up and operated the regional airline, Air Southwest which was subsequently sold in November 2010 to Eastern Airways International Limited (Eastern Airways). On 28 July 2011 Air Southwest (under the ownership of Eastern Airways) ceased flights in and out of Plymouth City Airport.

Facing unsustainable losses, in August 2011 Plymouth City Council agreed to the closure of the airport as of 23 December 2011. The Group is now working towards options to maximise value from the 113 acre former airport site through development of a masterplan for the area to show alternative uses. The Group has positioned its representations in the area planning policy debate and has engaged with the Local Planning Authority as part of the pre-application planning process. The Group previously achieved planning consent on 22 acres of surplus airport land which was sold in tranches to a residential developer between 2009 and 2011.

DIRECTORS

Graham S. Miller
(Non-Executive Chairman)

Jason W. H. Schofield
(Group Chief Executive)

Natasha C. Gadsdon
(Finance Director)

Sean J. Swales
(Non-Executive Director)

Robert H. De Barr
(Non-Executive Director)

SECRETARY

Natasha C. Gadsdon

REGISTERED OFFICE

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COMPANY NUMBER

2425189

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CHAIRMAN AND CHIEF EXECUTIVE'S STATEMENT

FOR THE SIX-MONTH PERIOD TO 30 SEPTEMBER 2017

INTERIM RESULTS

Excluding fair value adjustments, the adjusted profit before taxation for the six-month period ending 30 September 2017 was £0.136m (2016: £0.232m).

As at 30 September 2017, net assets were £39.084m compared to £40.141m as last reported as at 31 March 2017. The decrease of £1.057m incorporates the results of the independent property valuation as at 30 September 2017. This valuation gave rise to a surplus of £25,000 on the investment portfolio. The deficit of £1,225,000 on the owner occupied property assets resulted primarily from a slow first quarter's trading at Plymouth Fisheries and a capital expenditure reserve. Since the balance sheet date, trading at Plymouth Fisheries has recovered significantly and the board believes the capital investment programme will underpin future prospects for this business.

Net debt (comprising net bank debt and outstanding finance leases) stood at £22.965m, up from £22.458m at 31 March 2017 reflecting the normal annual cash cycle which peaks at the start of the year as rents and annual berthing fees are received and lowers until new season berthing fees are paid from the end of the calendar year onwards. As at 30 September 2017, gearing stood at 58.8%, up from 55.9% as at 31 March 2017.

The board does not recommend payment of an interim dividend.

REGENERATION

During the first half year the Company has continued to prepare for the forthcoming public hearing of the proposed 'Joint Local Plan' which will determine the planning framework for Plymouth and South West Devon until 2034. This has particular significance for the Former Airport Site, a c.113 acre brownfield site redundant for the last six years, in which the Company has legal interest, and also for further development and improvement of the Sutton Harbour area where the Company holds significant freehold land and property. On 13 November 2017 the appointed planning inspectors issued a timetable with specific topics for the public hearing which is scheduled to start on 30 January 2018 and anticipated to run until March 2018.

Pre-planning work has been actively progressed for both the Sugar House, East Quays site and for a smaller mixed use building known as Harbour Arch Quay, which is another site fronting the Harbour. MMO licensing for the 'Boardwalk' scheme is expected to be received before the end of the financial year.

TRADING

Whilst marina berthing revenue remained level with last year and car parks revenue increased by 6% compared to the first half of last year, activity at Plymouth Fisheries was unusually slow in the first quarter. Fisheries trading has significantly strengthened from July 2017 onwards. During the period

the Company expended £49,000 to remove an abandoned vessel in the harbour which had been the subject of a 13 year-long dispute. The vessel owner is being pursued for costs.

Investment property occupancy has remained stable during the first three months and the Company continues to actively market vacant office space.

CHAIRMAN AND CHIEF EXECUTIVE'S STATEMENT

INFRASTRUCTURE

Match grant funded works to undertake essential improvements at Plymouth Fisheries are in progress comprising installation of energy efficient boilers and LED lighting and hygienic wall cladding to the auction hall building. The Company has made a further grant application to modernise the fuel and utility servery points and associated fuel storage infrastructure.

At King Point Marina the wave gates, which were never commissioned, have now been removed and the installation of an alternative replacement wave mitigation structure, a 'wave break pontoon' is under construction and due for completion by mid-2018. The cost of these works is being borne by the contractor.

The Company is consulting with lawyers to determine respective responsibilities of the Environment Agency and the Company in agreements in relation to the Sutton Lock and the associated footbridge which date back to the 1990s. In the meantime, the Company is working with stakeholders, including the Environment Agency, to agree a plan to instigate the repair of the out-of-action footbridge as soon as possible.

RECOMMENDED PARTIAL OFFER BY FB INVESTORS LLP ("FB INVESTORS")

On 23 November 2017, FB Investors and Sutton Harbour jointly announced that they had reached agreement on the terms of

a recommended partial cash offer (the "Partial Offer") to be made by FB Investors to acquire up to 70 per cent. of the issued ordinary share capital of Sutton Harbour. In connection with the Partial Offer, FB Investors and Sutton Harbour also have entered into a conditional share subscription agreement (the "Share Subscription") pursuant to which £2.75m of proceeds will be raised by Sutton Harbour, which will be used to assist Sutton Harbour in its regeneration activities as well as provide additional working capital and the payment of costs incurred in relation to the Formal Sales Process.

Further details of the Partial Offer and Share Subscription are set out in an Offer Document, Form of Acceptance and Form of Proxy which are being sent to shareholders shortly.

This announcement follows the strategic review and formal sales process the Company announced on 21 April 2016 to assess all options to generate value for Sutton Harbour shareholders.

OUTLOOK

As was noted at the time of the announcement on 23 November 2017, with the assistance and investment of FB Investors, Sutton Harbour will seek to continue to deliver the Group's vision for the area in and around Sutton Harbour, with the aim of establishing the Company as a leading waterfront destination in the UK.

FB Investors supports the management team's vision for the

former airport site at Plym Vale and will support their long-term aspiration to develop it - the Company is looking forward to taking an active part in the forthcoming public hearing of the 'Joint Local Plan'. We continue to promote our proposed regeneration schemes and we are supporting our trading activities through strategic investment and new initiatives for operational improvements."

GRAHAM S MILLER
CHAIRMAN

JASON W H SCHOFIELD
CHIEF EXECUTIVE

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME

	Note	6 months to 30 September 2017 (unaudited) £000	6 months to 30 September 2016 (unaudited) £000	Year Ended 31 March 2017 (audited) £000
Revenue	3	3,473	3,633	6,718
Cost of sales before onerous leases		(2,155)	(2,120)	(4,130)
Onerous leases		-	-	(173)
Cost of sales		(2,155)	(2,120)	(4,303)
Gross profit		1,318	1,513	2,415
Fair value adjustment on fixed assets and investment property		(838)	(270)	(105)
Administrative expenses		(720)	(770)	(1,300)
Operating profit from continuing operations	3	(240)	473	1,010
Financial income		-	-	-
Financial expense		(462)	(511)	(957)
Net financing costs		(462)	(511)	(957)
(Loss)/profit before tax from continuing operations	3	(702)	(38)	53
Taxation (charge)/credit on profit from continuing operations	4	(27)	7	(13)
(Loss)/Profit from continuing operations		(729)	(31)	40
Basic (loss)/earnings per share	6	(0.76)p	(0.03)p	0.04p
Diluted (loss)/earnings per share	6	(0.76)p	(0.03)p	0.04p
		6 months to 30 September 2017 (unaudited) £000	6 months to 30 September 2016 (unaudited) £000	Year Ended 31 March 2017 (audited) £000
(Loss)/Profit from continuing operations		(729)	(31)	40
Other comprehensive (expense)/income				
Continuing operations:				
Revaluation of property, plant and equipment		(374)	(742)	(765)
Deferred taxation on income and expenses recognised directly in the consolidated statement of comprehensive income		-	-	-
Effective portion of changes in fair value of cash flow hedges		46	(71)	(3)
Total other comprehensive expense		(328)	(813)	(768)
Total comprehensive expense for the period attributable to equity shareholders		(1,057)	(844)	(728)

CONSOLIDATED BALANCE SHEET

	Note	As at 30 September 2017 (unaudited) £000	As at 30 September 2016 (unaudited) £000	As at 31 March 2017 (audited) £000
Non-current assets				
Property, plant and equipment	7	24,966	26,153	26,289
Investment property	7	19,485	19,460	19,460
		44,451	45,613	45,749
Current assets				
Inventories		20,759	20,389	20,569
Trade and other receivables		2,030	1,781	2,060
Cash and cash equivalents	8	281	123	703
Tax recoverable		14	37	13
		23,084	22,330	23,345
Total assets	3	67,535	67,943	69,094
Current liabilities				
Other interest-bearing loans and borrowings		-	-	-
Trade and other payables		1,038	1,010	1,173
Finance lease liabilities		111	100	123
Deferred income		1,083	979	1,479
Provisions	9	70	26	71
Derivative financial instruments		-	-	-
		2,302	2,115	2,846
Non-current liabilities				
Other interest-bearing loans and borrowings		22,950	22,500	22,800
Finance lease liabilities		185	260	238
Deferred government grants		1,146	1,193	1,169
Deferred tax liabilities		1,670	1,622	1,642
Provisions	9	168	84	182
Derivative financial instruments		30	144	76
		26,149	25,803	26,107
Total liabilities	3	28,451	27,918	28,953
Net assets		39,084	40,025	40,141
Issued capital and reserves attributable to owners of the parent				
Share capital		16,069	16,069	16,069
Share premium		5,368	5,368	5,368
Other reserves		12,355	12,638	12,683
Retained earnings		5,292	5,950	6,021
Total equity		39,084	40,025	40,141

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY

	Share capital	Share premium	Revaluation reserve	Merger reserve	Hedging reserve	Retained earnings	Total
	£000	£000	£000	Other Reserves £000	£000	£000	£000
Balance at 1 April 2016	16,069	5,368	9,653	3,871	(73)	5,981	40,869
Comprehensive income/(expense)							
Profit for the period	-	-	-	-	-	(31)	(31)
Other comprehensive income/(expense)							
Revaluation of property, plant and equipment	-	-	(742)	-	-	-	(742)
Effective portion of changes in fair value of cash flow hedges	-	-	-	-	(71)	-	(71)
Total other comprehensive income/(expense)							
– period ended 30 September 2016	-	-	(742)	-	(71)	-	(813)
Total comprehensive income/(expense)							
– period ended 30 September 2016	-	-	(742)	-	(71)	(31)	(844)
Balance at 30 September 2016	16,069	5,368	8,911	3,871	(144)	5,950	40,025
Balance at 1 October 2016	16,069	5,368	8,911	3,871	(144)	5,950	40,025
Comprehensive income/(expense)							
Profit for the period	-	-	-	-	-	71	71
Other comprehensive income/(expense)							
Revaluation of property, plant and equipment	-	-	(23)	-	-	-	(23)
Effective portion of changes in fair value of cash flow hedges	-	-	-	-	68	-	68
Total other comprehensive income/(expense)							
– period ended 31 March 2017	-	-	(23)	-	68	-	45
Total comprehensive income/(expense)							
– period ended 31 March 2017	-	-	(23)	-	68	71	116
Balance at 31 March 2017	16,069	5,368	8,888	3,871	(76)	6,021	40,141
Balance at 1 April 2017	16,069	5,368	8,888	3,871	(76)	6,021	40,141
Comprehensive income/(expense)							
Loss for the period	-	-	-	-	-	(729)	(729)
Other comprehensive income/(expense)							
Revaluation of property, plant and equipment	-	-	(374)	-	-	-	(374)
Effective portion of changes in fair value of cash flow hedges	-	-	-	-	46	-	46
Total other comprehensive income/(expense)							
– period ended 30 September 2017	-	-	(374)	-	46	-	(328)
Total comprehensive income/(expense)							
– period ended 30 September 2017	-	-	(374)	-	46	(729)	(1,057)
As at 30 September 2017	16,069	5,368	8,514	3,871	(30)	5,292	39,084

CONSOLIDATED CASH FLOW STATEMENT

	Note	6 months to 30 September 2017 (unaudited) £000	6 months to 30 September 2016 (unaudited) £000	Year Ended 31 March 2017 (audited) £000
Cash generated from continuing operating activities	10	95	99	1,008
Cash flows from investing activities				
Net Expenditure on investment property		(2)	-	-
Expenditure on property, plant and equipment		(138)	(111)	(296)
Net cash used in investing activities		(140)	(111)	(296)
Cash flows from financing activities				
Interest paid		(462)	(512)	(957)
Loan drawdowns/(repayment of borrowings)		150	-	300
Net finance lease (payments)/receipts		(65)	(39)	(38)
Net cash generated from financing activities		(377)	(551)	(695)
Net (decrease)/increase in cash and cash equivalents		(422)	(563)	17
Cash and cash equivalents at beginning of period		703	686	686
Cash and cash equivalents at end of period	8	281	123	703

NOTES TO INTERIM REPORT

I. GENERAL INFORMATION

This consolidated interim financial information does not comprise statutory accounts within the meaning of section 434 of the Companies Act 2006. Statutory accounts for the year ended 31 March 2017 were approved by the Board of Directors on 27 June 2017 and delivered to the Registrar of Companies. The report of the auditors on those accounts was unqualified and did not contain any statement under section 498 of the Companies Act 2006.

Copies of the Group's financial statements are available from the Company's registered office, Tin Quay House, Sutton Harbour, Plymouth, PL4 0RA and on the Company's website www.sutton-harbour.co.uk.

This consolidated interim financial information has not been audited.

2. BASIS OF PREPARATION

The consolidated interim financial information should be read in conjunction with the annual financial statements for the year ended 31 March 2016, which have been prepared in accordance with International Financial Reporting Standards (IFRS) and International Financial Reporting Interpretation Committee (IFRIC) interpretations as endorsed by the European Union, and those parts of the Companies Acts 2006 as applicable to companies reporting under IFRS.

Accounting policies

Except as described below, the accounting policies applied are consistent with those of the annual financial statements for the year ended 31 March 2017, as described in those annual financial statements.

Adoption of new International Financial Reporting Standards

The following new standards, amendments to standards or interpretations have been issued, but are not effective for the financial year beginning 1 April 2017 and have not been adopted early:

IFRS 15 Revenue from Contracts with Customers: * 1 January 2018

IFRS 9 Financial Instruments: * 1 January 2018

* mandatory effective date is periods commencing on or after

Accounting estimates and judgements

The preparation of financial statements in conformity with IFRS requires management to make judgements, estimates and assumptions that affect the application of policies and reported amounts of assets and liabilities, income and expenses. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making judgements that are not readily apparent from other sources. Actual results may differ from these estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised, if the revision affects only that period, or in the period of the revision and future periods, if the revision affects both current and future periods.

NOTES TO INTERIM REPORT

3. SEGMENT INFORMATION

Management has determined the operating segments based on the reports reviewed by the Board of Directors that are used to make strategic decisions.

The Board of Directors considers the business from an operational perspective as having only one

geographical segment, with all operations being carried out in the United Kingdom.

The Board of Directors considers the performance of the operating segments using operating profit. The segment information provided to the Board of Directors for the reportable segments for the period ended 30 September 2017 is as follows:

6 months to 30 September 2017	Marine £000	Real Estate £000	Car Parking £000	Regeneration £000	Total £000
Revenue	2,399	765	309	-	3,473
Gross profit prior to non-recurring items	602	573	197	(54)	1,318
Non-recurring items: Onerous leases	-	-	-	-	-
Segmental Operating Profit before fair value adjustment and unallocated expenses	602	573	197	(54)	1,318
Fair value adjustment on fixed assets and investment property assets	(861)	23	-	-	(838)
					480
Unallocated:					
Administrative expenses					(720)
Operating profit from continuing operations					(240)
Financial income					-
Financial expense					(462)
Loss before tax from continuing operations					(702)
Taxation					(27)
Loss for the year from continuing operations					(729)
Depreciation charge:					
Marine					148
Car Parking					8
Administration					28
					184

NOTES TO INTERIM REPORT

3. SEGMENT INFORMATION (CONTINUED)

6 months to 30 September 2016	Marine £000	Real Estate £000	Car Parking £000	Regeneration £000	Total £000
Revenue	2,529	808	296	-	3,633
Gross profit prior to non-recurring items	761	628	180	(56)	1,513
Non-recurring items: Onerous leases	-	-	-	-	-
Segmental Operating Profit before fair value adjustment and unallocated expenses	761	628	180	(56)	1,513
Fair value adjustment on investment properties and fixed assets and investment property assets	(553)	111	172	-	(270)
					1,243
Unallocated: Administrative expenses					(770)
Operating profit from continuing operations					473
Financial income					-
Financial expense					(511)
Loss before tax from continuing operations					(38)
Taxation					7
Loss for the year from continuing operations					(31)
Depreciation charge:					
Marine					142
Car Parking					3
Administration					16
					161

NOTES TO INTERIM REPORT

3. SEGMENT INFORMATION (CONTINUED)

Year ended 31 March 2017	Marine £000	Real Estate £000	Car Parking £000	Regeneration £000	Total £000
Revenue	4,626	1,609	483	-	6,718
Gross profit prior to non-recurring items	1,207	1,211	291	(121)	2,588
Non-recurring items:					
Onerous leases	-	(173)	-	-	(173)
Segmental Operating Profit before fair value adjustment and unallocated expenses	1,207	1,038	291	(121)	2,415
Fair value adjustment on fixed assets and investment property assets	(428)	110	213	-	(105)
					2,310
Unallocated:					
Administrative expenses					(1,300)
Operating profit from continuing operations					1,010
Financial income					-
Financial expense					(957)
Profit before tax from continuing operations					53
Taxation					(13)
Profit for the year from continuing operations					40
Depreciation charge					
Marine					308
Car Parking					12
Administration					16
					336

	30 September 2017 £000	30 September 2016 £000	31 March 2016 £000
<i>Segment assets:</i>			
Marine	21,463	22,591	22,865
Real Estate	20,259	20,106	20,165
Car Parking	4,182	3,995	4,178
Regeneration	20,802	20,506	20,668
Total segment assets	66,706	67,198	67,876
Unallocated assets:			
Property, plant and equipment	94	107	100
Trade & other receivables	454	515	432
Cash & cash equivalents	281	123	686
Total assets	67,535	67,943	69,094

NOTES TO INTERIM REPORT

3. SEGMENT INFORMATION (CONTINUED)

	30 September 2017 £000	30 September 2016 £000	31 March 2017 £000
<i>Segment liabilities:</i>			
Marine	2,059	2,128	2,361
Real Estate	449	387	531
Car Parking	75	64	121
Regeneration	830	843	932
Total segment liabilities	3,413	3,422	3,945
<i>Unallocated liabilities:</i>			
Bank overdraft & borrowings	23,246	22,500	23,161
Trade & other payables	92	230	129
Financial derivatives	30	144	76
Tax payable	-	-	-
Deferred tax liabilities	1,670	1,622	1,642
Total liabilities	28,451	27,918	28,953

Unallocated assets included in total assets and unallocated liabilities included in total liabilities are not split between segments as these items are centrally managed.

4. TAXATION

The Company has applied an effective tax rate of 20% (2016: 20%) based on management's best estimate of the tax rate expected for the full financial year and is reflected in a movement in deferred tax.

5. DIVIDENDS

The Board of Directors do not propose an interim dividend (2016: nil).

6. EARNINGS PER SHARE

	6 months to 30 September 2017 (unaudited) pence	6 months to 30 September 2016 (unaudited) pence	Year Ended 31 March 2017 (audited) pence
<i>Continuing operations</i>			
Basic earnings per share	(0.76)p	0.03p	0.04
Diluted earnings per share*	(0.76)p	0.03p	0.04

Basic Earnings per Share:

Basic earnings per share have been calculated using the loss for the period of £729,000 (2016: loss £31,000, year ended 31 March 2017 profit £40,000). The average number of ordinary shares in issue, excluding those options granted under the SAYE scheme, of 96,277,086 (2016: 96,277,086; year ended 31 March 2017: 96,277,086) has been used in our calculation.

Diluted Earnings per Share:

Diluted earnings per share uses an average number of 96,277,086 (2016: 96,277,086; year ended 31 March 2017 96,277,086) ordinary shares in issue, and takes account of the outstanding options under the SAYE scheme in accordance with IAS 33 'Earnings per share'. There are no outstanding options under expire SAYE schemes.

NOTES TO INTERIM REPORT

7. PROPERTY VALUATION

Freehold land and buildings and investment property have been independently valued by Jones Lang LaSalle as at 30 September 2017, in accordance with the Practice Statements in the Valuations Standards (The Red Book) published by the Royal Institution of Chartered Surveyors.

A further valuation will be commissioned for the year ending 31 March 2018, as in previous years.

8. CASH AND CASH EQUIVALENTS

	As at 30 September 2017 (unaudited) £000	As at 30 September 2016 (unaudited) £000	As at 31 March 2017 (audited) £000
Cash and cash equivalents per balance sheet and cash flow statement	281	123	703

9. PROVISIONS

	Onerous Leases £000	Total £000
Balance at 1 April 2016	141	141
Provisions made during the year	-	-
Provisions utilised during the year	(31)	(31)
Balance at 30 September 2016	110	110
Provisions made during the year	173	173
Provisions utilised during the year	(30)	(30)
Balance at 31 March 2017	253	253
Provisions made during the year	-	-
Provisions utilised during the year	(15)	(15)
Balance at 30 September 2017	238	238
Current	70	70
Non-current	168	168
	238	238

NOTES TO INTERIM REPORT

10. CASH FLOW STATEMENTS

	6 months to 30 September 2017 (unaudited) £000	6 months to 30 September 2016 (unaudited) £000	Year Ended 31 March 2017 (audited) £000
Cash flows from operating activities			
(Loss)/Profit for the period	(729)	(31)	40
Adjustments for:			
Taxation	27	(7)	13
Financial income	-	-	-
Financial expense	462	511	934
Fair value adjustment on fixed assets and investment property	838	270	105
Depreciation	184	161	336
Amortisation of grants	(23)	(23)	(45)
Loss on sale of property, plant and equipment	4	11	9
Cash generated from operations before changes in working capital and provisions	763	892	1,392
Increase in inventories	(151)	(332)	(472)
Decrease/(increase) in trade and other receivables	29	240	(18)
(Decrease)/increase in trade and other payables	(135)	(107)	57
Decrease in deferred income	(396)	(563)	(63)
(Decrease)/increase in provisions	(15)	(31)	112
Cash generated from operations	95	99	1,008

11. CAPITAL COMMITMENTS

At 30 September 2017 the Group has engaged contractors to perform £0.2m of work in the Fisheries complex. Some of this cost will be set off by grant contribution.



SUTTON
HARBOUR
HOLDINGS PLC