

Registration number: 07475805

Williams Grand Prix Holdings PLC

Consolidated Financial Statements

for the 6 month period ended 30 June 2013

Williams Grand Prix Holdings PLC
Consolidated Profit and Loss Account for the 6 Months Ended 30 June 2013

	Note	Unaudited 6 months to 30 June 2013 £	Restated unaudited 6 months to 30 June 2012 £	Year to 31 December 2012 £
Turnover		57,653,738	64,900,117	126,969,081
Cost of sales		(20,031,738)	(31,048,668)	(55,460,618)
Gross profit		37,622,000	33,851,449	71,508,463
Administrative expenses		(40,955,259)	(37,584,465)	(77,758,762)
Other operating income		681,642	632,210	1,159,105
Group operating loss		(2,651,617)	(3,100,806)	(5,091,194)
Other interest receivable and similar income		34,743	42,400	70,872
Interest payable and similar charges	2	(381,236)	(29,652)	36,705
Loss on ordinary activities before taxation		(2,998,110)	(3,088,058)	(4,983,617)
Tax on loss on ordinary activities	3	-	-	(154,743)
Loss on ordinary activities after taxation		(2,998,110)	(3,088,058)	(5,138,360)
Minority interest		248,097	280,529	565,241
Loss for the financial period		(2,750,013)	(2,807,529)	(4,573,119)
Basic and diluted earnings per share	4	(28.50)p	(29.09)p	(47.39)p

Williams Grand Prix Holdings PLC
(Registration number: 07475805)
Consolidated Balance Sheet as at 30 June 2013

	Note	Unaudited 30 June 2013 £	Restated unaudited 30 June 2012 £	31 December 2012 £
Fixed assets				
Intangible assets	5	466,230	534,893	500,363
Tangible assets	6	40,950,258	37,979,676	39,834,209
		41,416,488	38,514,569	40,334,572
Current assets				
Stocks	7	367,990	605,000	953,615
Debtors	8	20,651,349	21,853,163	52,948,388
Cash at bank and in hand		17,934,104	36,600,504	3,564,824
		38,953,443	59,058,667	57,466,827
Creditors: Amounts falling due within one year	9	(38,067,830)	(47,277,210)	(57,444,210)
Net current assets		885,613	11,781,457	22,617
Total assets less current liabilities		42,302,101	50,296,026	40,357,189
Creditors: Amounts falling due after more than one year	10	(8,091,220)	(11,051,433)	(3,148,198)
		34,210,881	39,244,593	37,208,991
Capital and reserves				
Called up share capital	11	500,000	500,000	500,000
Other reserves		(267,702)	(282,402)	(267,702)
Profit and loss account		35,202,529	39,718,132	37,952,542
		35,434,827	39,935,730	38,184,840
Minority interest		(1,223,946)	(691,137)	(975,849)
Shareholders' funds		34,210,881	39,244,593	37,208,991

The notes on pages 4 to 8 form an integral part of these financial statements.

Williams Grand Prix Holdings PLC
Consolidated Cash Flow Statement for the 6 Months Ended 30 June 2013

	Unaudited 6 months to 30 June 2013	Unaudited 6 months to 30 June 2012	Year to 31 December 2012
	£	£	£
Net cash inflow from operating activities	17,460,194	34,699,864	5,357,166
Returns on investments and servicing of finance	(74,461)	(48,827)	107,577
Taxation	-	-	(154,743)
Capital expenditure and financial investment	(2,862,987)	(2,460,557)	(5,990,751)
Net cash inflow / (outflow) before financing	14,522,746	32,190,480	(680,751)
Financing	182,539	-	52,798
Increase / (decrease) in cash	14,705,285	32,190,480	(627,953)

The notes on pages 4 to 8 form an integral part of these financial statements.

Williams Grand Prix Holdings PLC

Notes to the Financial Statements

1 Accounting policies

Basis of preparation

The interim financial information does not constitute statutory accounts within the meaning of the UK Companies Act 2006.

The interim financial information has been prepared under the historical cost convention and in accordance with the accounting policies adopted and disclosed in the financial statements of Williams Grand Prix Holdings PLC ("the Group") for the year ended 31 December 2012.

During April 2012, Williams Grand Prix Engineering Limited, a wholly-owned subsidiary of Williams Grand Prix Holdings PLC, entered into an agreement with Formula One World Championship Limited and SLEC Holdings Limited to participate in Formula One for the period 2013 to 2020. Williams Grand Prix Engineering Limited received an initial payment of £9.4 million (\$15 million) on signature of the agreement and in the Group interim financial statements for the 6 month period to 30 June 2012 the Group recognised the initial payment in full. In the Group financial statements for the year ended 31 December 2012, the Directors gave further consideration to the accounting treatment for this revenue under FRS 5 (Accounting for the Substance of Transactions) and deferred the initial payment, to be recognised over the period of the agreement. Accordingly, the Group has restated the unaudited figures for the 6 months to 30 June 2012 to defer the revenue previously recognised. This restatement impacts the turnover, deferred revenue (within creditors), net assets and shareholders' funds captions. This restatement has had the following impact on the Group interim statements for the 6 month period to 30 June 2012:

Turnover has been reduced by £9.4 million;
 Deferred income due in less than one year has increased by £1.6 million;
 Deferred income due in more than one year has increased by £7.8 million;
 Net assets have been reduced by £9.4 million;
 Shareholders' funds have been reduced by £9.4 million.

There has been no impact on the opening balances at 1 January 2012.

2 Interest payable and similar charges

	Unaudited 6 months to 30 June 2013 £	Unaudited 6 months to 30 June 2012 £	Year to 31 December 2012 £
Interest on bank borrowings	109,204	91,227	180,541
Foreign exchange loss / (gain) on borrowing	272,032	(61,575)	(217,246)
	381,236	29,652	(36,705)

3 Taxation

The Group has estimated losses of approximately £114,215,216 (31 December 2012: £104,031,913) available to carry forward against future trading profits.

Williams Grand Prix Holdings PLC
Notes to the Financial Statements

4 Earnings per share

The calculation of earnings per share is based on the earnings attributable to ordinary shareholders divided by the weighted average number of shares in issue during the period.

Reconciliation of weighted average number of ordinary shares:

	Unaudited 6 months to 30 June 2013	Unaudited 6 months to 30 June 2012	Year ended 31 December 2012
Ordinary shares in issue	10,000,000	10,000,000	10,000,000
Weighted average number of shares held by WGP Trust	(350,000)	(350,000)	(350,000)
Weighted average number of shares outstanding	9,650,000	9,650,000	9,650,000

The Williams Grand Prix Employee Benefit Trust (“WGP Trust”) was established on 7 February 2011. The WGP Trust acquired 350,000 shares in Williams Grand Prix Holdings PLC from the then shareholders for £100. The trustee of the WGP Trust is WGP Trustees Limited, a wholly owned subsidiary of Williams Grand Prix Holdings PLC.

5 Intangible fixed assets

	Goodwill £	Patents £	Total £
Cost			
At 1 Jan 2013	682,287	7,428	689,715
At 30 June 2013	682,287	7,428	689,715
Amortisation			
At 1 Jan 2013	181,943	7,409	189,352
Charge for the year	34,114	19	34,133
At 30 June 2013	216,057	7,428	223,485
Net book value			
At 30 June 2013	466,230	-	466,230
At 1 January 2013	500,344	19	500,363

Williams Grand Prix Holdings PLC
Notes to the Financial Statements

6 Tangible fixed assets

	Freehold land and buildings £	Long leasehold land and buildings £	Plant and machinery £	Fixtures and fittings £	Assets in the course of construction £	Total £
Cost						
At 1 Jan 2013	22,049,442	719,790	54,227,016	5,840,523	443,290	83,280,061
Additions	7,468	13,443	939,759	91,154	1,838,177	2,890,001
Disposals	-	-	(48,693)	-	-	(48,693)
At 30 June 2013	22,056,910	733,233	55,118,082	5,931,677	2,281,467	86,121,369
Depreciation						
At 1 Jan 2013	-	248,400	38,575,183	4,622,269	-	43,445,852
Charge for the year	-	76,206	1,539,725	129,496	-	1,745,427
Eliminated on disposals	-	-	(20,168)	-	-	(20,168)
At 30 June 2013	-	324,606	40,094,740	4,751,765	-	45,171,111
Net book value						
At 30 June 2013	22,056,910	408,627	15,023,342	1,179,912	2,281,467	40,950,258
At 1 January 2013	22,049,442	471,390	15,651,833	1,218,254	443,290	39,834,209

Williams Grand Prix Holdings PLC
Notes to the Financial Statements

7 Stocks

	Unaudited 30 June 2013	Unaudited 30 June 2012	31 December 2012
	£	£	£
Stocks	367,990	605,000	953,615

8 Debtors

	Unaudited 30 June 2013	Unaudited 30 June 2012	31 December 2012
	£	£	£
Trade debtors	8,848,267	8,902,078	40,339,608
Other debtors	858,494	267,533	199,697
Prepayments and accrued income	10,944,588	12,683,552	12,409,083
	20,651,349	21,853,163	52,948,388

9 Creditors: Amounts falling due within one year

	Unaudited 30 June 2013	Restated unaudited 30 June 2012	31 December 2012
	£	£	£
Bank loans and overdrafts	1,974,377	1,599,591	1,547,700
Trade creditors	5,139,112	9,421,872	5,977,199
Other taxes and social security	1,334,896	1,115,713	1,151,656
Other creditors	9,873	9,873	10,847
Accruals and deferred income	29,609,572	35,130,161	48,756,808
	38,067,830	47,277,210	57,444,210

All bank loans disclosed within Creditors are secured by a legal charge over the freehold property owned by Williams Grand Prix Engineering Limited, a wholly owned subsidiary of Williams Grand Prix Holdings PLC. A fixed and floating charge in favour of the bank is held over all assets, present and future of Williams Grand Prix Engineering Limited.

Williams Grand Prix Holdings PLC
Notes to the Financial Statements

10 Creditors: Amounts falling due after more than one year

	Unaudited 30 June 2013	Restated unaudited	
	£	30 June 2012	31 December 2012
	£	£	£
Bank loans and overdrafts	3,176,091	3,199,181	3,148,198
Accruals and deferred income	4,915,129	7,852,252	-
	8,091,220	11,051,433	3,148,198

11 Share capital and reserves

	Called up equity share capital	Profit & Loss account	Other Reserves	Minority Interests	Total
	£	£	£	£	£
Balance brought forward as at 1 Jan 2013	500,000	37,952,542	(267,702)	(975,849)	37,208,991
Profit	-	(2,998,110)	-	-	(2,998,110)
Minority interest	-	248,097	-	(248,097)	-
Balance carried forward as at 30 June 2013	500,000	35,202,529	(267,702)	(1,223,946)	34,210,881

12 Derivatives

The fair value of derivatives held by the Group at 30 June 2013, not recognised in current liabilities in the financial statements, is as set out below.

	Unaudited 30 June 2013	Unaudited 30 June	
	£	2012	31 December 2012
	£	£	£
Foreign exchange contracts	(383,913)	-	-

13 Extract from audited accounts

The comparative figures for the financial year ended 31 December 2012 are not the company's statutory accounts for that financial year. Those accounts have been reported on by the company's auditor and delivered to the registrar of companies. The report of the auditor was (i) unqualified, (ii) did not include a reference to any matters to which the auditor drew attention by way of emphasis without qualifying their report, and (iii) did not contain a statement under section 498 (2) or (3) of the Companies Act 2006.