

The information contained within this announcement is deemed by the Company to constitute inside information as stipulated under the Market Abuse Regulations (EU) No. 596/2014 ('MAR'). Upon the publication of this announcement via a Regulatory Information Service ('RIS'), this inside information is now considered to be in the public domain.

Plutus PowerGen Plc / Ticker: PPG / Index: AIM

30 January 2019

PLUTUS POWERGEN PLC
(“Plutus” or the “Company”)
Interim Results for the Six-Month Period Ended 31 October 2018

Plutus PowerGen PLC (AIM: PPG), the AIM listed power company focused on the development and operation of flexible energy generation ("FlexGen") projects and gas-powered generation sites ("peakers") in the UK announces its interim results for the six-month period ended 31 October 2018.

Executive Chairman’s Report

We remain focused on building a portfolio of FlexGen and gas peaker sites across the UK and strengthening our position in the power generation arena. Our first six 20MW FlexGen sites are working well, assisting in alleviating the UK’s current and forecast risk of an energy deficit.

Our substantial pipeline of gas assets continues to gain momentum and we are making a strategic shift to the development of higher margin gas operations, in which the Company will hold higher equity interests. The Company has a strong track record in the power generation arena, having already developed six operating 20MW FlexGen sites.

The Company is also developing two 20MW sites in house, both of which look very promising and are entering planning imminently. We estimate, when the sites are fully packaged as “shovel ready”, these would cost between £600,000 and £1 million if acquired from a third party and therefore will have a similar value. When funding is achieved for our gas peaker portfolio, we will look to acquire further “shovel ready” sites from third parties; and we already have a comprehensive pipeline of available projects.

From a funding prospective, we continue to work to secure the appropriate funding for our pipeline of gas sites and discussions with potential financial partners are ongoing.

Post Balance sheet events

In mid-November 2018, we raised £500,000 gross through the issue of 83,333,333 ordinary shares of 0.1 pence each (“Ordinary Shares”) at an issue price of 0.6 pence per share in a placing conducted by Turner Pope Investments (“TPI”) Limited. The Company also issued 18,000,000 Ordinary Shares in lieu of fees.

Outlook

In conclusion, the Company had a robust first half and whilst revenues were flat, the Board’s efforts to reduce costs successfully resulted in reduced operating losses. Furthermore, with the Directors concentrating on the operations of the FlexGen portfolio, which are working well, and progressing talks

with regard to achieving a suite of equity and debt for its planned “gas peaker” portfolio, we look forward to being able to update the market with progress thereon.

The fundamentals of our business case remain strong: flexible energy will continue to play a crucial role in the foreseeable future, filling the supply gaps created as a result of the increased use of intermittent energy in the UK energy mix. Our track-record of developing FlexGen sites, in tandem with our robust development/financial partnership network, places us in a strong position to capitalise on this opportunity. We therefore look forward to the future with confidence.

I would like to thank all the staff and the Directors for their considerable efforts and support, together with our advisors and consultants, who assist us in developing and executing both our FlexGen and Gas operations.

Charles Tatnall
Executive Chairman
30 January 2019

Financial Review

The Company's net loss for the half year under review was £131,573 (6 months ended 31 October 2017: loss of £392,489). Administration expenses were down in the period to £736,369 from £888,939 in the same period last year due to a management review of costs with material cost savings being implemented which will benefit the Company going forward. The loss before taxation also reduced due to a smaller non-cash charge for the Directors' share option scheme of £62,204 (2017: £159,748). This charge does not affect the cash flow of the Company. The Company continues to control costs as tightly as possible. Finance costs from the convertible loans were £4,000 (6 months ended 31 October 2017: £8,000) as half the loan was converted into equity in the last full financial year.

Net reimbursable expenses have reduced from the Rockpool Investee Companies and now constitute ongoing expenses which are initially paid by Plutus, but which are ultimately borne by the nine operating investee companies. Plutus continues to make payments for its own gas sites under development. These are capitalised or written off if the sites do not proceed. The Directors are confident that the current sites under development in house will be successful, subject to planning.

Cash and short-term investments as at 31 October 2018 totalled £62,833 (2017: £126,212). The Directors believe the Company has sufficient working capital for the foreseeable future.

James Longley
Chief Financial Officer and Interim Chief Executive
30 January 2019

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**UNAUDITED CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SIX MONTHS ENDED 31 OCTOBER 2018**

	Unaudited 6 months ended 31 October 2018 £	Unaudited 6 months ended 31 October 2017 £	Audited Year ended 30 April 2018 £
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Continuing operations			
Revenue	675,000	675,000	1,350,000
Gross profit	675,000	675,000	1,350,000
Administration expenses	(740,369)	(888,939)	(1,513,022)
Share based compensation expense	(62,204)	(159,748)	(289,338)
Pre-planning project expenses written off	-	(10,802)	(50,153)
Finance costs	(4,000)	(8,000)	(64,670)
Loss before taxation	(131,573)	(392,489)	(567,183)
Taxation	-	-	-
Loss for the period and total comprehensive income	(131,573)	(392,489)	(201,501)
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Basic and fully diluted loss per share			
Continuing and total operations	(0.02p)	(0.06p)	(0.03p)
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**UNAUDITED CONSOLIDATED STATEMENT OF CHANGES IN EQUITY
FOR THE SIX MONTHS ENDED 31 OCTOBER 2018**

	Called up share capital £	Share premium account £	Other reserves £	Retained loss £	Total equity £
Balance at 1 May 2017	1,496,950	6,994,076	164,309	(7,659,471)	995,864
Total comprehensive income for the period	–	–	–	(392,489)	(392,489)
Issue of shares on exercise of warrants	20,000	160,000	–	–	180,000
Credit to equity in respect of share- based compensation charge	–	–	159,748	–	159,748
Balance at 31 October 2017	1,516,950	7,154,076	324,057	(8,051,960)	943,123
Total comprehensive income for the period	–	–	–	(174,694)	(174,694)
Credit to equity in respect of share-based compensation charge	–	–	145,228	–	145,228
Issue of shares on exercise of warrants	12,500	87,500	-	-	100,000
Balance at 30 April 2018	1,529,450	7,241,576	469,285	(8,226,654)	1,013,657
Total comprehensive income for the period	–	–	–	(131,573)	(131,573)
Credit to equity in respect of share- based compensation charge	–	–	62,204	–	62,204
Balance at 31 October 2018	1,529,450	7,241,576	531,489	(8,358,227)	944,288

UNAUDITED CONSOLIDATED STATEMENT OF FINANCIAL POSITION
AS AT 31 OCTOBER 2018

	Unaudited 6 months ended 31 October 2018 £	Unaudited 6 months ended 31 October 2017 £	Audited Year ended 30 April 2018 £
ASSETS			
Non-current assets			
Goodwill	1,085,000	1,085,000	1,085,000
Investments	152	152	152
Total non-current assets	1,085,152	1,085,152	1,085,152
Current assets			
Trade and other receivables	173,412	254,884	146,627
Cash and cash equivalents	62,833	126,212	136,416
Total current assets	236,245	381,096	283,043
Total assets	1,321,397	1,466,248	1,368,195
LIABILITIES			
Current liabilities			
Trade and other payables	277,108	323,125	254,538
Borrowings	100,000	200,000	100,000
Total current liabilities	377,108	523,125	354,538
Net assets	944,289	943,123	1,013,657
EQUITY			
Share capital	1,529,450	1,516,950	1,529,450
Share premium account	7,241,576	7,154,076	7,241,576
Loan note equity reserve	23,657	23,657	23,657
Share option and warrant reserve	507,832	300,400	445,628
Retained losses	(8,358,226)	(8,051,960)	(8,226,654)
Total equity	944,289	943,123	1,013,657

**UNAUDITED CONSOLIDATED CASH FLOW STATEMENT
FOR THE SIX MONTHS ENDED 31 OCTOBER 2018**

	Unaudited 6 months ended 31 October 2018 £	Unaudited 6 months ended 31 October 2017 £	Audited Year ended 30 April 2018 £
Loss before tax	(131,573)	(392,489)	(567,183)
Share-based compensation charge	62,204	159,748	304,976
Loan note interest charge	4,000	8,000	(64,670)
Project expenses written off	-	-	50,153
Operating cash flow before movements in working capital	(65,369)	(224,741)	(147,384)
(Increase)/decrease in receivables	(26,784)	13,854	71,958
Increase in payables	22,570	93,490	24,903
Net cash used in operating activities	(69,583)	(117,397)	(50,523)
Financing activities			
Proceeds of share issues	-	180,000	180,000
Interest paid	(4,000)	(8,000)	(64,670)
Net cash generated from financing activities	(4,000)	172,000	115,330
Net (decrease)/increase in cash & cash equivalents	(73,583)	54,603	64,807
Cash and cash equivalents at beginning of year	136,416	71,609	71,609
Cash and cash equivalents at end of year	62,833	126,212	136,416

NOTES TO THE INTERIM REPORT

1. Basis of preparation

The financial information set out in this interim report does not constitute statutory accounts as defined in section 434 of the Companies Act 2006. The Company's statutory financial statements for the period ended 30 April 2018, prepared under International Financial Reporting Standards (IFRS), have been filed with the Registrar of Companies. The auditor's report on those financial statements was unqualified and did not contain a statement under section 498 (2) or (3) of the Companies Act 2006.

The interim financial information has been prepared in accordance with the recognition and measurement principles of International Financial Reporting Standards (IFRS) and on the same basis and using the same accounting policies as used in the financial statements for the year ended 30 April 2018. The interim financial statements have not been audited or reviewed in accordance with the International Standard on Review Engagement 2410 issued by the Auditing Practices Board.

The financial statements have been prepared on a going concern basis under the historical cost convention.

The Directors believe that the going concern basis is appropriate for the preparation of the financial statements as the Company is in a position to meet all its liabilities as they fall due.

2. Earnings per share

The calculation of basic and diluted earnings per share is based on the total loss for the period of £131,573 (2017: loss £392,489) and a weighted average number of ordinary shares of 723,928,935 (2017: 709,461,722). The number of shares used in the calculation of the diluted loss per share is the same as that used for the basic loss per share for the current period, as the exercise of options would be anti-dilutive.

3. Share Capital

	Number of Ordinary shares	Value £	Number of Deferred shares	Value £	Share Premium £
Issued and fully paid					
At 1 May 2018	723,928,935	723,929	16,439,210	805,521	7,241,576
Share issues	–	–	–	–	–
At 31 October 2018	723,928,935	723,929	16,439,210	805,521	7,241,576

4. Dividend

No interim dividend will be paid.

Copies of the interim report can be obtained from: The Company Secretary, Plutus PowerGen PLC, 27/28 Eastcastle Street, London W1E 8DH and are available to view and download from the Company's website: www.plutuspowergen.com