

Inspirit Energy Holdings PLC
(AIM: INSP)

Unaudited interim accounts for the six months ended 31 December 2014

Inspirit Energy Holdings PLC (“Inspirit Energy” or the “Company”) is pleased to announce its interim accounts for the six months ended 31 December 2014.

Chairman’s Statement

Since Inspirit Energy released their audited final results the Company has continued to strive in achieving its goals of commercialisation and is close to production of the Company’s micro combined heat and power (mCHP) boiler.

In addition to the 3 Kilowatt (KW) electrical output boiler model, the Company has committed to the development and production of a 2 kw electrical output version of the Inspirit mCHP boiler-generator for the domestic market. This will increase the market potential of Inspirit’s product range by offering an appliance that is suitable for the larger domestic sector and can qualify for the current UK Government Feed in Tariff.

The Company has recently successfully completed a £350,000 micro-financing in order to maintain the objectives of having the mCHP boiler ready for extensive field trials. The funding will support the Company’s working capital needs.

Board Changes and Appointments:

Jubeenh Nazhat ceased to be a Director of the Company on 5 February 2015.

Results for the Period

Operating loss for the period to 31 December 2014 amounted to £419,000.

The Board would like to take this opportunity for thanking all of the Company’s staff and consultants for their hard work during the period and our shareholders for their support.

I look forward to reporting solid progress over the coming period and continuing our development of the mCHP boiler commercialisation.

David Lenigas
Chairman

For further information please contact:

Inspirit Energy Holdings plc	www.inspirit-energy.com
David Lenigas, Chairman	+44 (0) 207 440 0640
John Gunn, Executive Director	+44 (0) 207 048 9400
Nilesh Jagatia, CFO	+44 (0) 207 048 9400

Westhouse Securities Limited (Nominated Advisor and Joint Broker)	
Antonio Bossi / David Coaten	+44 (0) 207 601 6100

Beaufort Securities (Joint Broker)	
Jon Levinson / Saif Janua / Elliot Hance	+44 (0) 207 382 8300

Square1 Consulting	
David Bick / Mark Longson	+44 (0) 207 929 5599

INSPIRIT ENERGY HOLDINGS PLC
Consolidated
Statement of Comprehensive Income
for the six months ended 31 December 2014

	Group Six months to 31 December 2014 Unaudited £'000s	Group Six months to 31 December 2013 Unaudited £'000s	Group Year to 30 June 2014 Audited £'000s
Revenue	-	-	-
Administrative expenses	(415)	(237)	(506)
Impairment of goodwill	-	-	(663)
Other losses	-	-	(197)
Operating loss	(415)	(237)	(1,366)
Finance costs	(4)	(14)	(11)
Loss before tax	(419)	(251)	(1,377)
Income tax credit	-	-	84
Loss for the period from continuing operations attributable to shareholders	(419)	(251)	(1,293)
Loss per share - Pence			
Basic and diluted	(0.06)p	(0.04)p	(0.24)p

INSPIRIT ENERGY HOLDINGS PLC
Consolidated
Statement of Financial Position as at 31 December 2014

	Group As at 31 December 2014 Unaudited £'000s	Group As at 31 December 2013 Unaudited £'000s	Group As at 30 June 2014 Audited £'000s
Non-Current Assets			
Intangible assets	1,428	622	1,060
Tangible assets	82	7	12
Trade and other receivables	-	216	-
	<u>1,510</u>	<u>845</u>	<u>1,072</u>
Current assets			
Inventory	5	5	5
Trade and other receivables	319	367	1,204
Cash and cash equivalents	71	58	67
	<u>395</u>	<u>430</u>	<u>1,276</u>
Current liabilities			
Trade and other payables	(127)	(557)	(250)
	<u>(127)</u>	<u>(557)</u>	<u>(250)</u>
Net Current Liabilities	268	(127)	1,026
Non-Current Liabilities			
Trade and other payables	(50)	-	-
	<u>1,728</u>	<u>718</u>	<u>2,098</u>
Equity			
Share capital	1,056	964	1,052
Share premium	6,991	8,630	6,946
Other reserves	110	110	110
Merger reserve	3,150	3,150	3,150
Reverse acquisition reserve	(7,361)	(7,361)	(7,361)
Retained losses	(2,218)	(4,775)	(1,799)
Total	<u>1,728</u>	<u>718</u>	<u>2,098</u>

INSPIRIT ENERGY HOLDINGS PLC
Consolidated
Statement of Changes in Equity
For the six months ended 31 December 2014

	Share Capital £'000s	Share Premium £'000s	Other Reserves £'000s	Merger Reserve £'000s	Reverse Acquisiti on Reserve £'000s	Retained Losses £'000s	Total Equity £'000s
As at 30 June 2013	471	4,012	110	-	-	(4,524)	69
Comprehensive income							
Loss for the period	-	-	-	-	-	(251)	(251)
Total comprehensive income	-	-	-	-	-	(251)	(251)
Transactions with owners							
Reverse acquisition	-	-	-	3,150	(7,361)	-	(4,211)
Share capital issued	422	4,134	-	-	-	-	4,556
Share based payments	6	83	-	-	-	-	89
Conversion of loan	64	392	-	-	-	-	456
Conversion of share warrants	1	9	-	-	-	-	10
Total transactions with owners	493	4,618	-	-	-	-	5,111
As at 31 December 2013	964	8,630	110	3,150	(7,361)	(4,775)	718
As at 30 June 2014	1,052	6,946	110	3,150	(7,361)	(1,799)	2,098
Comprehensive income							
Loss for the period	-	-	-	-	-	(419)	(419)
Total comprehensive income	-	-	-	-	-	(419)	(419)
Transactions with owners							
Share based payments	4	45	-	-	-	-	49
Total transactions with owners	4	45	-	-	-	-	49
As at 31 December 2014	1,056	6,991	110	3,150	(7,361)	(2,218)	1,728

INSPIRIT ENERGY HOLDINGS PLC
Consolidated
Statement of Cash Flows
For the six months ended 31 December 2014

	Note	Group Six months to 31 December 2014 Unaudited £'000	Group Six months to 31 December 2013 Unaudited £'000	Group Year to 30 June 2014 Audited £'000
Operating activities				
Net cash from operating activities	6	404	(554)	(407)
Net cash generated/(used) in operating activities		404	(554)	(407)
Investing activities				
Acquisition of intangible assets		(368)	(74)	(291)
Acquisition of plant and equipment		(77)	-	(7)
Net cash from financing activities		(445)	(74)	(298)
Financing activities				
Issue of share capital		-	-	771
Finance costs		(4)	(14)	-
Issue of share warrants		-	10	-
Transactions with owners		49	690	-
Net cash from financing activities		45	686	771
Net cash outflow		4	58	66
Cash and cash equivalents at the beginning of the period		67	-	1
Cash and cash equivalents at the end of the period		71	58	67

Significant Non-cash Transactions

On 18 September 2014, the Company allotted 3,398,056 ordinary shares of 0.1 pence each to investment managers in settlement of fees.

INSPIRIT ENERGY HOLDINGS PLC

Consolidated Notes to the Interim Financial Information

1. General Information

The principal activity of Inspirit Energy Holdings PLC (“the Company”) during the period was that of an investment company which aims to invest in disruptive products or technologies that are either proven or at the later stages of development, which own or have exclusive licence to the relevant intellectual property and may benefit from feed-in tariffs or other renewable energy incentives.

Inspirit Energy Holdings PLC is a company incorporated and domiciled in England and Wales and quoted on the Alternative Investment Market of the London Stock Exchange. The address of its registered office is 2nd Floor, 2 London Wall Buildings, London, EC2M 5PP, United Kingdom.

2. Basis of Preparation

The interim financial information set out above does not constitute statutory accounts within the meaning of the Companies Act 2006. It has been prepared on a going concern basis in accordance with the recognition and measurement criteria of International Financial Reporting Standards (IFRS) as adopted by the European Union. Statutory financial statements for the year ended 30 June 2014 were approved by the Board of Directors on 5 December 2014 and delivered to the Registrar of Companies. The report of the auditors on those financial statements was unqualified.

The interim financial information for the six months ended 31 December 2014 has not been reviewed or audited. The interim financial report has been approved by the Board on 27 March 2015.

Going concern

The Directors, having made appropriate enquiries, consider that adequate resources exist for the Company to continue in operational existence for the foreseeable future and that, therefore, it is appropriate to adopt the going concern basis in preparing the interim financial statements for the period ended 31 December 2014.

Risks and uncertainties

The Board continuously assesses and monitors the key risks of the business. The key risks that could affect the Company’s medium term performance and the factors that mitigate those risks have not substantially changed from those set out in the Company’s 2014 Annual Report and Financial Statements, a copy of which is available on the Company’s website: www.inspirit-energy.com. The key financial risks are liquidity and credit risk.

INSPIRIT ENERGY HOLDINGS PLC

Consolidated Notes to the Interim Financial Information

Critical accounting estimates

The preparation of interim financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the end of the reporting period. Significant items subject to such estimates are set out in note 2 of the Company's 2014 Annual Report and Financial Statements. The nature and amounts of such estimates have not changed significantly during the interim period.

3. Significant Accounting Policies

The accounting policies applied are consistent with those of the annual financial statements for the year ended 30 June 2014, as described in those annual financial statements.

4. Segmental Analysis

The Company's primary reporting format is business segments and its secondary format is geographical segments. The Company only operates in a single business and geographical segment. Accordingly no segmental information for business segment or geographical segment is required.

5. Loss per Share

The loss per ordinary share is based on the Group's loss for the period of £419,000 (company's loss – 6 months to 31 December 2013 - £251,000; year ended 30 June 2014 - £1,293,000 and a basic and diluted weighted average number of ordinary shares of £0.001 each in issue of 657,499,452 (31 December 2013 – basic and diluted 566,768,137; 30 June 2014 - basic and diluted 546,838,937).

INSPIRIT ENERGY HOLDINGS PLC

Consolidated Notes to the Interim Financial Information

6. Reconciliation of Operating Loss to Net Cash Outflow from Operating Activities

	Group Six months to 31 December 2014 Unaudited £'000s	Group Six months to 31 December 2013 Unaudited £'000s	Group Year to 30 June 2014 Audited £'000s
Operating Loss for the period	(415)	(237)	(1,377)
Adjustments for :			
(Increase)/Decrease in receivables	885	(40)	80
(Decrease)/Increase in payables	(77)	(277)	(652)
Depreciation	7	-	1
Interest paid	-	-	(11)
Income tax credit received	-	-	17
Finance expense	4	-	11
Share based payment expense	-	-	795
Share warrants exercised	-	-	66
Impairment of goodwill	-	-	663
Net cash from operating activities	404	(554)	(407)

7. Issued and fully paid

The issued share capital is as follows

	Ordinary 'A' shares of £0.001	Ordinary 'B' shares of £0.001	Deferred shares of £0.99
31 December 2014	658,958,400	-	400,932
30 June 2014	655,560,344	-	400,932
31 December 2013	566,768,137	-	400,932

8. Copies of this interim financial information document are available from the Company at its registered office at 2nd Floor, Number 2, London Wall Buildings, London, EC2M 5PP. The interim financial information document will also be available on the Company's website www.inspirit-energy.com.