

Steel Partners Holdings L.P. Reports Fourth Quarter and Year End 2013 Financial Results

March 12, 2014 at 5:28 PM EDT

NEW YORK--(BUSINESS WIRE)--Mar. 12, 2014-- Steel Partners Holdings L.P. (NYSE: SPLP) ("SPLP" or the "Company"), a global, diversified holding company, today announced operating results for the fourth quarter and year ended December 31, 2013. They are summarized in the following paragraphs. For a full discussion of the operating results, please read the Company's Form 10-K, which can be found at www.steelpartners.com.

SPLP reported revenue of \$192.9 million for the quarter, as compared to \$162.9 million for the same period of 2012. Loss before taxes and equity method investments was \$4.6 million in the fourth quarter of 2013, as compared to income of \$8.1 million in 2012. Net income attributable to the Company's common unitholders for the fourth quarter of 2013 was \$30.8 million, or \$0.99 per diluted common unit, as compared to a loss of \$1.0 million, or \$0.03 per diluted common unit, for the same period in 2012.

For the year ended December 31, 2013 SPLP reported revenues of \$805.2 million, as compared to \$711.6 million in 2012. Income before taxes and equity method investments was \$26.9 million for the year, as compared to income of \$44.4 million in 2012. Net income attributable to the Company's common unitholders for the year was \$19.5 million, or \$0.63 per diluted common unit, as compared to net income of \$41.0 million, or \$1.38 per diluted common unit, for 2012.

Financial Summary (\$000s)																	
			Three Months Ended							Year Ended							
			December 31,							December 31,							
			2013				2012				2013				2012		
Revenues			\$	192,919			\$	162,909			\$	805,174			\$	711,586	
Costs and Expenses			197,504				154,804				778,271				667,158		
(Loss) Income before taxes and equity method investments			(4,585			)	8,105				26,903				44,428	
Income tax (benefit) provision			(5,829			)	2,467				10,244				16,833	
Income (Loss) of associated companies, net of taxes			40,227				(11,180			)	27,786				14,204	
(Loss) Income from other investments - related party			(1,013)	95				(271)	(8,329)
Income from investments held at fair value			5,476				6,102				811				18,967		
Net income from continuing operations			45,934				655				44,985				52,437		
(Loss) Income from discontinued operations			(4,267			)	5,396				(165			)	11,328	
Net income			41,667				6,051				44,820				63,765		
Income attributable to noncontrolling interests			(10,908)	(7,071)	(25,360)	(22,747)
Net income (loss) attributable to common unit holders			\$	30,759			\$	(1,020	)		\$	19,460			\$	41,018
Net income (loss) per common unit - basic			\$	1.04			\$	(0.03	)		\$	0.65			\$	1.38

Net income (loss) per common unit - diluted				\$	0.99				\$	(0.03	)			\$	0.63			\$	1.38						
Segment Results (\$000s)																										
				Three Months Ended									Year Ended													
				December 31,									December 31,													
				2013					2012					2013					2012							
Revenue:																										
Diversified industrial				\$	152,309				\$	126,083				\$	655,224			\$	579,528							
Energy				33,498						26,915						120,029					92,834					
Financial services				7,443						7,636						28,185					21,155					
Corporate				(331)		2,275						1,736					18,069					
Total				\$	192,919				\$	162,909				\$	805,174			\$	711,586							
Income (loss) from continuing operations before income taxes:																										
Diversified industrial				\$	11,977				\$	7,597				\$	62,278			\$	39,903							
Energy				2,705						1,564						12,641					25,034					
Financial services				4,501						5,318						17,668					12,913					
Corporate				20,922						(11,357)		(37,358)		(8,580)
Income from continuing operations before income taxes				40,105						3,122						55,229					69,270					
Income tax (benefit) provision				(5,829)		2,467						10,244					16,833					
Net income from continuing operations				\$	45,934				\$	655				\$	44,985			\$	52,437							
Income (loss) from equity method investments:																										
Diversified industrial				\$	7,060				\$	3,094				\$	18,257			\$	1,796							
Energy				(646)		—						(863)		13,139				
Corporate				32,800						(14,179)		10,121					(9,060)	
Total				\$	39,214				\$	(11,085	)			\$	27,515			\$	5,875						

About Steel Partners Holdings L.P.

Steel Partners Holdings L.P. is a global diversified holding company that engages in multiple businesses through consolidated subsidiaries, associated companies and other interests. It owns and operates businesses and has significant interests in leading companies in various industries, including diversified industrial products, energy, defense, supply chain management and logistics, banking, food products and services, oilfield services, sports, training, education, and the entertainment and lifestyle industries.

Forward-Looking Statements

This press release may contain certain “forward-looking statements” within the meaning of Section 27A of the Securities Act of 1933, as amended, and Section 21E of the Securities Exchange Act of 1934, as amended, that reflect SPLP's current expectations and projections about its future results, performance, prospects and opportunities. Forward-looking statements are based on information currently available to the Company and are subject to a number of risks, uncertainties and other factors that could cause its actual results, performance, prospects or opportunities in 2014 and beyond to differ materially from those expressed in, or implied by, these forward-looking statements. These factors include, without limitation, SPLP's subsidiaries need for additional financing and the terms and conditions of any financing that is consummated, their customers' acceptance of its new and existing products, the risk that the Company and its subsidiaries will not be able to compete successfully, and the possible volatility of the Company's unit price and the potential fluctuation in its operating results. Although SPLP believes that the expectations reflected in its forward-looking statements are reasonable and achievable, any such statements involve significant risks and uncertainties and no assurance can be given that the actual results will be consistent with the forward-looking statements. Investors should read carefully the factors described in the “Risk Factors” section of the Company's filings with the SEC, including the Company's Form 10-K for the year ended December 31, 2013 for information regarding risk factors that could affect the Company's results. Except as otherwise required by federal securities laws, SPLP undertakes no obligation to publicly update or revise any forward-looking statements, whether as a result of new information, future events, changed circumstances or any other reason.

Source: Steel Partners Holdings L.P.

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