Steel Partners Holdings L.P. Reports Second Quarter 2014 Financial Results

August 7, 2014 at 5:33 PM EDT

NEW YORK--(BUSINESS WIRE)--Aug. 7, 2014-- Steel Partners Holdings L.P. (NYSE:SPLP) ("SPLP" or the "Company"), a global diversified holding company, today announced operating results for the second quarter ended June 30, 2014. They are summarized in the following paragraph. For a full discussion of the operating results, please read the Company's Form 10-Q, which can be found at www.steelpartners.com.

SPLP reported revenues of \$254.9 million for the quarter, as compared to \$218.5 million for the same period of 2013. Income before taxes and equity method investments was \$28.0 million in the second quarter of 2014, as compared to \$15.8 million in the same period of 2013. Net income attributable to the Company's common unitholders for the second quarter of 2014 was \$9.8 million, or \$0.34 per diluted common unit, as compared to \$16.1 million, or \$0.53 per diluted common unit, for the same period in 2013.

For the six months ended June 30, 2014, revenues were \$469.2 million as compared to \$401.9 million for the same period in 2013. Income before taxes and equity method investments was \$39.8 million in the first six months of 2014, as compared to \$21.6 million in the same period of 2013. Net loss attributable to the Company's common unitholders for the first six months of 2014 was \$2.9 million, or \$0.10 per diluted common unit, as compared to net income of \$4.1 million, or \$0.14 per diluted common unit, for the same period in 2013.

Financial Summary (\$000s)

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	Three Months Ended June 30,								Si	x Months	En	nded June 30,				
		2014			2013					2014			2013			
Revenues		\$ 254,949			\$ 218,482				\$ 469,166				\$ 401,94			
Costs and Expenses		226,991				202,633			429,41		9,410)		38	30,306	
Income before taxes and equity method investments		27,958				15,849				39,756				21	,638	
Income tax provision		9,719				8,	062			12,399				8,710		
Income (Loss) of associated companies, net of taxes		2,275				13	3,381			(15,983)		3,013		
Income (Loss) from other investments - related party		1,475				(1,227)		1,473				(158)
(Loss) Income from investments held at fair value		(792)		4,388				(3,238)		(4,890)
Net income from continuing operations		21,197				24,329				9,609				10,893		
(Loss) Income from discontinued operations		_				(2,582)		42				2,842		
Net income		21,197				21,747				9,651				13,735		
Income attributable to noncontrolling interests		(11,402)		(5,650)		(12,562)		(9,588)
Net income (loss) attributable to common unit holders		\$	9,795			\$	16,097			\$	(2,911)		\$	4,147	
Net income (loss) per common unit - basic		\$	0.34			\$	0.53			\$	(0.10)		\$	0.14	
Net income (loss) per common unit - diluted		\$	0.34			\$	0.53			\$	(0.10)		\$	0.14	

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Segment Results (\$00	(20)	
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	Three Mo	nths E	nded	June 30,		S	ix Months	June 30,		
	2014		2013			2	014		2013	
Revenue:										
Diversified industrial	\$ 195,49	92	\$	182,085		\$	357,339			\$ 331,041
Energy	51,924		28	3,762		9	7,083			55,113
Financial services	8,023		7,	271		1	4,989			13,580
Corporate	(490)	36	64		(2	245)		2,210
Total	\$ 254,94	19	\$	218,482		\$	469,166			\$ 401,944
Income (loss) from continuing operations before income taxes:										
Diversified industrial	\$ 25,815	5	\$	31,691		\$	34,870			\$ 39,519
Energy	9,183		2,	349		1	2,576			6,041
Financial services	5,172		4,	680		9	,250			8,436
Corporate	(9,254)	(6	,329)	(;	34,688)		(34,393
Income from continuing operations before income taxes	30,916		32	2,391		2	2,008			19,603
Income tax provision	9,719		8,	062		1	2,399			8,710
Net income from continuing operations	\$ 21,197	,	\$	24,329		\$	9,609			\$ 10,893
Income (Loss) from equity method investments:										
Diversified industrial	\$ 4,714		\$	15,073		\$	5,404			\$ 15,202
Energy	2,874		(8	(80		1	1,441			(80
Corporate	(3,838)	(2	,839)	(2	21,355)		(12,267
Total	\$ 3,750		\$	12,154		\$	(14,510)		\$ 2,855

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.

Investor

Steel Partners Holdings GP Inc.

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