



STRANGER HOLDINGS PLC
Raising up to £20 million via Bonds with five-year bullet repayment



Profitable



Long contracts



Strong cash flow



Growth business

Overview of the RTO

Stranger Holdings PLC (“Stranger”) is an investment company focused on making targeted acquisitions and investments through which it can implement an operational strategy that will build significant value. It has a highly experienced Board, with a proven track record of raising money for listed companies, delivering substantial uplift to shareholders’ post-admission and successfully making acquisitions.

Stranger has signed heads of terms to acquire HCS (North East) Limited (“HCS”), a leading social housing goods contractor, through a Reverse-Take-Over and is seeking to raise up to £20 million to fast-track the growth of this business, which it believes would generate significant value for shareholders and to apply towards bolt- on acquisitions.

Overview of HCS

HCS is principally involved in the provision of goods to local government and social housing; to this end, it has long term contracts and is revenue and cash generative and profitable.

This uncomplicated business deals directly with Housing Associations, utilising personal introductions to win four-year contracts under the Government Tendering system. Amongst other things, it supplies goods such as wardrobes, irons, washing machines and bedding.

HCS has several contracts including a four-year agreement with a major North East Housing Association, covering 30,000 homes and valued at a minimum £16 million, which commenced 1 March 2019 with a further year for retender or run off. HCS has a pipeline of new business opportunities and is currently tendering on six new contracts.

KEY FACTS

Status	Senior secured debt under English Law
Coupon/Term	5 years bullet repayment 7.75% p.a. paid
Issue size	£20m
Minimum Investment	£1,000
ISIN:	GB00BF0MWT35
SEDOL:	BF0MWT3
Security Trustee	GRM Law Trustees
Listing	Frankfurt Stock Exchange
Liquidity	Freely transferable
Eligibility	UCITS, SIPP, ISA
Issue Date	31 October 2017
Bloomberg pricing	Yes
Clearing and Settlement	CREST
Market Maker	Yes
Dealing/Valuation	Daily: 9.00 a.m. – 5.00p.m. Valuation – weekly
Directors	James Longley Chairman & CFO Charles Tatnall CEO





HCS (NORTH EAST) LIMITED
Unaudited Financial Results & Projections



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Unaudited Financial Results & Projections

	Year to 30 June 2017- Actual	Year to 30 June 2018- Actual	Six months to 31 December 2018- Actual	Year to 30 June 2019- Forecast	Year to 30 June 2020- Forecast	Year to 30 June 2021- Forecast	Year to 30 June 2022- Forecast
Turnover	£2.55m	£2.49m	£1.37m	£2.75m	£5m	£6m	£7m
Gross Profit	£1.03m	£915k	£402k	£850k	£1.75m	£2.1m	£2.45m
EBITDA	£523k	£535k	£188k	£495k	£1m	£1.35m	£1.65m



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