

20 June 2024

Ibstock Plc

Report on Payments to Governments for the year ended 31 December 2023

Introduction

This Report contains payments to Governments made by Ibstock Plc (Ibstock) and its subsidiaries for the year ended 31 December 2023 as required under the UK's Report on Payments to Governments Regulations 2014 (as amended in December 2015). These Regulations apply to large UK incorporated companies like Ibstock Plc that are involved in the exploration, prospecting, discovery, development and extraction of oil, natural gas deposits or other materials. This Report is also intended to satisfy the requirements of the Disclosure and Transparency Rules of the Financial Conduct Authority in the United Kingdom.

The Report is available on the Ibstock website at www.ibstockplc.co.uk and has been filed with the Companies House Extractives Service.

About Ibstock Plc

Ibstock Plc is a leading UK manufacturer of a diverse range of building products and solutions. The Group concentrates on eight core product categories, each backed up by design and technical services capabilities (Bricks and Masonry, Façade Systems, Roofing, Flooring and Lintels, Staircase and Lift Shafts, Fencing and Landscaping, Retaining Walls and Rail and Infrastructure).

The Group comprises two core business divisions, Ibstock Clay and Ibstock Concrete. The Ibstock Futures business was established in 2021 to accelerate growth in new, fast developing segments of the UK construction market and, while it remains in its initial growth phase, forms part of the Clay division.

Ibstock Clay: The leading manufacturer by volume of clay bricks sold in the United Kingdom. With 14 manufacturing sites, Ibstock Clay has the largest brick production capacity in the UK. It operates a network of 14 active quarries located close to its manufacturing plants. Ibstock Kevington provides masonry and prefabricated component building solutions, operating from 4 sites.

Ibstock Concrete: A leading manufacturer of concrete roofing, walling, flooring and fencing products, along with lintels and rail & infrastructure products. The concrete division operates from 13 manufacturing sites across the UK.

Ibstock Futures: Complements the core business divisions by accelerating diversified growth opportunities which address key construction trends, including sustainability and the shift towards Modern Methods of Construction (MMC). Operating from an innovation hub in the West Midlands, and the Nostell redevelopment in West Yorkshire.

Ibstock is headquartered in the village of Ibstock, Leicestershire, with 32 active manufacturing sites across the UK.

As a leading building products manufacturer, the Group is committed to the highest levels of corporate responsibility. The ESG 2030 Strategy sets out a clear path to address climate change, improve lives and manufacture materials for life, with an ambitious commitment to reduce carbon emissions by 40% by 2030 and become a net zero operation by 2040.

Further information can be found at www.ibstock.co.uk

Ibstock Plc
Leicester Road, Ibstock, Leicestershire, LE67 6HS

T: +44 (0)1530 261 999
E: enquiries@ibstock.co.uk

www.ibstockplc.com



Basis of preparation

Legislation

The Report covers the period 1 January 2023 to 31 December 2023 and relates to payments to governments for extractive activities as defined in the above referenced legislation.

Reporting entities

This Report contains payments to Governments made by Ibstock Plc and its subsidiaries involved in the “Activities” below.

Activities

Extractive activities are defined as activities involving the exploration, prospecting, discovery, development and extraction of minerals or other materials. For Ibstock, the relevant extractive categories as defined within the relevant legislation include the quarrying of stone, sand and clay. Payments made by Ibstock Plc or any of its subsidiaries to Governments arising from activities involving the exploration, prospecting, discovery, development and extraction of oil and natural gas deposits or other materials (extractive activities) are disclosed in this Report.

Government

Government includes any national, regional or local authority of a country, and includes a department, agency or entity that is a subsidiary of a Government.

Project

Payments are reported at project level except those which are not attributable to a specific project, are reported at entity level. ‘Project’ means the operational activities which are governed by a single contract, licence, lease, concession or similar legal agreement, and form the basis for payment liabilities with a Government. If agreements of the kind referred to in the definition of ‘project’ are substantially interconnected, those agreements are treated for the purposes of these regulations as a single project.

Payment

The information is reported under the following payment types. All payments are denoted as positive numbers and receipts/refunds are denoted in brackets.

Production entitlements

Subject to the terms of the contractual arrangements, payments are calculated on the basis of the Government's share of production (whether a Government department, agency or state-owned enterprise) under production sharing agreements. There were no reportable production entitlement payments made to a Government during the year ended 31 December 2023.

Taxes

Tax payments made on the income, production or profits of companies, but excluding taxes levied on consumption (such as VAT, personal income taxes or sales taxes).

Royalties

This category includes payments to a government for the rights to extract minerals or other materials, typically at a set percentage of revenue less any deductions that may be taken. Any Royalty payments made in kind are also included.

Dividends

These are dividend payments other than dividends paid to a Government as an ordinary shareholder of an entity unless paid in lieu of production entitlements or royalties. There were no reportable dividend payments made to a Government during the year ended 31 December 2023.

Bonuses

These are payments for Bonuses. These are usually paid upon signing an agreement or a contract, or when a commercial discovery is declared, or production has commenced or reached a milestone. There were no reportable Bonus payments made to a Government during the year ended 31 December 2023.

Fees

These are licence fees, rental fees, entry fees and other considerations for licences or concessions paid to a government for access to the area where extractive operations are conducted. Administrative fees, payments for permits and payments for services provided by a government have been excluded.

Infrastructure improvements

These are payments which relate to the construction of infrastructure (road, bridge or rail) not substantially dedicated for the use of extractive activities. There were no reportable Infrastructure Improvement payments made to a Government during the year ended 31 December 2023.

Cash and in-kind payments

Payments are reported on a cash basis. In-kind payments are converted to an equivalent cash value based on the most appropriate and relevant valuation method for each payment, which can be at cost or market value or such value as stated in the contract. In-kind payments are reported in both volumes and the equivalent cash value.

Materiality Level

Payments, whether made as a single payment or as a series of related payments to a Government, have been excluded from the report if they are cumulatively below £86,000 for the reporting period.

Summary Report by Country (GBP 000's)

Country	Production entitlements	Taxes	Royalties	Dividends	Bonuses	Fees	Infrastructure Improvements	Total
United Kingdom		3,902				2,791		6,693
Total		3,902				2,791		6,693

United Kingdom (GBP 000's)

Governments	Production entitlements	Taxes	Royalties	Dividends	Bonuses	Fees	Infrastructure Improvements	Total
National		(630)				2,693		2,063
Regional/Local		4,533				97		4,630

Ibstock Plc

Leicester Road, Ibstock, Leicestershire, LE67 6HS

T: +44 (0)1530 261 999

E: enquiries@ibstock.co.uk

www.ibstockplc.com