



## AGRIHOLDINGS PLC – C-57008

Level 1, SkyParks Business Centre  
Malta International Airport  
Luqa LQA 4000  
(the “Company”)

### COMPANY ANNOUNCEMENT

The following is a Company Announcement issued by the Company pursuant to the Prospects MTF Rules

#### Quote

The Board of Directors of the Company hereby announces that it has considered and approved the Company’s Half-Yearly Report for the period ended 30<sup>th</sup> June 2023. The Report is appended herewith and is also available for viewing on the Company’s website: <https://agribankplc.com/company-documents/>

#### Unquote

By order of the Board

A handwritten signature in black ink, appearing to read "D. Cassar", written over a horizontal line.

Desiree Cassar  
Company Secretary

30<sup>th</sup> August 2023

# **AGRIHOLDINGS PLC SIX MONTHLY REPORT**

**JUNE 2023**

## **COMPANY INFORMATION**

Company Registration No.: C57008

Registered Office: Level 1, SkyParks Business Centre  
Malta International Airport  
Luqa LQA 4000, Malta

Company Secretary: Dr. Desiree Cassar

### **Board of Directors**

Mr Frank J. Sekula, II (Chairman and Non-Executive Director)

Mr Victor Rizzo Giusti (Non-Executive Director)

Mr Stephen Muscat (Non-Executive Director)

Mr Patrick Heininger (Non-Executive Director)

The Board of Directors was appointed by the annual general meeting of the 26<sup>th</sup> April 2023.

## **INTERIM DIRECTORS' REPORT**

The board of directors are hereby presenting unaudited interim financial statements for 30<sup>th</sup> June 2023. The Group consists of AgriHoldings plc and AgriBank plc, the "Bank", its sole subsidiary.

### **PRINCIPAL ACTIVITIES**

The Bank within the Group is licensed as a credit institution under the Banking Act, Cap.371. The Bank is engaged in:

- Corporate banking services in Malta;
- Factoring services in the EU.;
- Lending to the agricultural sector in the United Kingdom; and
- Lending for renewable energy project development and real estate in Malta and in the EU.

### **PERFORMANCE REVIEW**

During the six months ending 30 June 2023, the Company registered a loss before taxation of EUR 174,968 versus a profit before taxation for the six months ending 30 June 2022 of EUR 316,307; and during the six months ending 30 June 2023, the Group registered a profit before taxation of EUR 544,595 versus a profit before taxation for the six months ending 30 June 2022 of EUR 416,621.

### **RESULTS AND DIVIDENDS**

No interim dividend is being proposed.

## STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

for the six months ended 30 June 2023

	The Group		The Company	
	Period from 1 Jan 2023 to 30 Jun 2023 EUR	Period from 1 Jan 2022 to 30 Jun 2022 EUR	Period from 1 Jan 2023 to 30 Jun 2023 EUR	Period from 1 Jan 2022 to 30 Jun 2022 EUR
<b>Revenue</b>				
Interest income	1,486,830	636,557	41,064	41,048
Interest expense	(664,669)	(202,601)	(108,389)	(110,762)
<b>Net interest income/(expense)</b>	<b>822,161</b>	<b>433,956</b>	<b>(67,325)</b>	<b>(69,614)</b>
Fee and commission income	2,986,433	1,557,639	86,783	86,783
Fee and commission expense	(948,048)	(392,935)	(4,346)	(5,991)
<b>Net fee and commission income</b>	<b>2,038,385</b>	<b>1,164,704</b>	<b>82,437</b>	<b>80,792</b>
<b>Net operating income before net impairment losses/gains</b>	<b>2,860,546</b>	<b>1,598,660</b>	<b>15,112</b>	<b>11,178</b>
Net impairment (losses) / gains	(39,408)	13,897	-	-
<b>Net operating income</b>	<b>2,821,138</b>	<b>1,612,557</b>	<b>15,112</b>	<b>11,178</b>
Employee compensation and benefits	1,172,345	771,120	-	-
General administrative expenses	959,438	291,295	138,864	(358,143)
Amortisation of intangible assets	31,912	34,871	51,216	52,914
Depreciation of property, plant and equipment	76,829	62,015	-	-
Depreciation of right of use of assets	36,019	36,634	-	-
<b>Total expense</b>	<b>2,276,543</b>	<b>1,195,936</b>	<b>190,080</b>	<b>(305,229)</b>
<b>Profit / (Loss) before tax</b>	<b>544,595</b>	<b>416,621</b>	<b>(174,968)</b>	<b>316,307</b>
Income tax credit/(charge)	(247,347)	-	-	-
<b>Profit / (Loss) for the period/year</b>	<b>297,248</b>	<b>416,621</b>	<b>(174,968)</b>	<b>316,307</b>
<b>Other comprehensive (expense)/income</b>				
<b>Items that may be reclassified subsequently to profit or loss</b>				
Net (loss)/gain on debt investments measured at FVTOCI	-	(88,391)	-	-
<b>Other comprehensive (expense)/income for the period, net of tax</b>	<b>-</b>	<b>(88,391)</b>	<b>-</b>	<b>-</b>
<b>Total comprehensive profit/(loss) for the period/year</b>	<b>297,248</b>	<b>328,231</b>	<b>(174,968)</b>	<b>316,307</b>

## STATEMENTS OF FINANCIAL POSITION

as at 30 June 2023

	The Group		The Company	
	Jun 2023 EUR	Jun 2022 EUR	Jun 2023 EUR	Jun 2022 EUR
<b>Assets</b>				
Balance with Central Bank of Malta, and cash and cash equivalents	79,776,278	11,496,435	11,953	7,941
Investments measured at amortised cost	2,507,768	196,129	-	-
Fair value through other comprehensive				
Income investments	-	2,343,221		
Finance lease receivable	3,918,901	5,589,325	-	-
Loans to customers	22,973,051	11,029,367	-	-
Factored receivables	44,092,458	23,545,781		
Right-of-use assets	25,311	34,433	-	-
Investment in subsidiary	-	-	14,840,466	10,840,466
Investment in subordinated bonds	-	-	1,684,000	1,684,000
Intangible assets	664,937	510,543	390,877	470,483
Property, plant and equipment	66,743	61,273	-	-
Deferred Tax	724,487			
Assets held for realisation	440,433	234,181	-	-
Other assets	854,398	759,222	12,591	
Prepayments and accrued income	1,968,118	472,785	297,053	203,694
<b>Total assets</b>	<b>158,012,883</b>	<b>56,272,696</b>	<b>17,236,940</b>	<b>13,206,583</b>
<b>Liabilities</b>				
Amounts owed to customers	133,344,000	46,143,105	-	-
Debt securities in issue	1,784,000	4,097,182	1,784,000	4,097,182
Convertible Subordinated Notes	2,330,242	-	2,330,242	-
Other liabilities	8,520,697	389,207	1,121,459	635,327
Accruals	2,082,923	850,240	360,900	587,323
Lease Liabilities	12,084	12,194	-	-
<b>Total liabilities</b>	<b>148,073,946</b>	<b>51,491,928</b>	<b>5,596,601</b>	<b>5,319,832</b>
<b>Equity</b>				
Share capital	8,223,828	8,223,828	8,223,828	8,223,828
Shareholders' advances	4,234,004	234,004	4,000,000	-
General banking risk reserve		88,391	-	-
Fair Value Reserve	-	-	-	-
Excessive NPL Reserve	-	22,084	-	-
Currency Translation Reserve	(496,493)	(496,493)	(63,145)	(63,145)
Accumulated losses	(2,022,402)	(3,291,045)	(520,344)	(273,932)
<b>Total equity</b>	<b>9,938,937</b>	<b>4,780,769</b>	<b>11,640,339</b>	<b>7,886,751</b>
<b>Total liabilities and equity</b>	<b>158,012,883</b>	<b>56,272,697</b>	<b>17,236,940</b>	<b>13,206,583</b>

## STATEMENTS OF CHANGES IN EQUITY

For the six months ended 30 June 2023

The Group

	Share Capital and advance	Accumulated losses	General banking risk reserve	Revaluation Reserve	Excessive NPL reserve	Currency Translation Reserve	Total
	EUR	EUR	EUR	EUR	EUR	EUR	EUR
<b>PERIOD ENDED 30 JUNE 2023</b>							
Balance as at 1 Jan 2023	12,457,832	(2,319,649)	-	-	-	(496,493)	9,641,690
Profit for the period	-	297,247	-	-	-	-	297,247
<b>At 30 June 2023</b>	<b>12,457,832</b>	<b>(2,022,402)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(496,493)</b>	<b>9,938,937</b>
<b>PERIOD ENDED 30 June 2022</b>							
Balance as at 1 Jan 2022	8,798,640	(3,571,346)	-	29,345	22,054	(496,493)	4,782,200
Other comprehensiv e income	(340,808)	40,461	-	(29,345)	30	-	(329,662)
Profit for the period	-	328,231	-	-	-	-	328,231
<b>At 30 June 2022</b>	<b>8,457,832</b>	<b>(3,202,654)</b>	<b>-</b>	<b>-</b>	<b>22,084</b>	<b>(496,493)</b>	<b>4,780,769</b>

## STATEMENTS OF CHANGES IN EQUITY

For the six months ended 30 June 2023

The Company

<b>PERIOD ENDED 30 JUNE 2023</b>	<b>Share Capital and advance EUR</b>	<b>Accumulated losses EUR</b>	<b>General banking risk reserve EUR</b>	<b>Revaluation Reserve EUR</b>	<b>Excessive NPL reserve EUR</b>	<b>Currency Translation Reserve EUR</b>	<b>Total EUR</b>
EUR Balance as at 1 Jan 2023	12,223,828	(345,375)	-	-	-	(63,145)	11,815,308
(Loss) for the period	-	(174,969)	-	-	-	-	(174,969)
<b>At 30 June 2023</b>	<b>12,223,828</b>	<b>(520,344)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(63,145)</b>	<b>11,640,339</b>
<b>PERIOD ENDED 30 JUNE 2022</b>							
Balance as at 1 Jan 2022	8,564,636	(592,287)	-	-	-	(63,145)	7,909,204
Other comprehensive income	(340,808)	2,048	-	-	-	-	(338,760)
Profit for the period	-	316,307	-	-	-	-	316,307
<b>At 30 June 2022</b>	<b>8,223,828</b>	<b>(273,932)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(63,145)</b>	<b>7,886,751</b>



## STATEMENTS OF CASH FLOWS

For the six months ended 30 June 2022

	The Group		The Company	
	1 Jan 2023 To 30 Jun 2023	1 Jan 2022 to 30 Jun 2022	1 Jan 2023 To 30 Jun 2023	1 Jan 2022 to 30 Jun 2022
	EUR	EUR	EUR	EUR
<b>Cash flows (used in)/from operating activities</b>				
Interest and commission received	4,627,321	1,087,564	127,847	126,422
Interest and commission paid	(1,080,465)	(52,095)	(215,916)	(92,331)
Cash payments to employees and suppliers	(3,102,980)	(56,322)	(127,705)	(8,914)
<b>Cash flows (used in)/from operating activities before changes in operating assets and liabilities</b>	<b>443,876</b>	<b>979,147</b>	<b>(215,774)</b>	<b>25,174</b>
Movement in finance lease, loans receivable and factored receivables	(17,343,815)	(8,852,998)	-	(4,985)
Movement in other assets	246,381	34,545	(12,591)	23,934
Movement in other liabilities	6,603,391	-	867,502	-
Movement in amounts owed to customers	56,723,103	6,387,550	-	-
<b>Net cash (used in)/from operating activities</b>	<b>46,672,936</b>	<b>(1,451,678)</b>	<b>639,138</b>	<b>44,123</b>
<b>Cash flows used in investing activities</b>				
Purchase of property plant and equipment	(103,425)	(19,224)	-	-
Purchase of intangible assets	(131,807)	(16,103)	(18,177)	(16,103)
Movement in investment assets and assets held for sale	32,779	-	-	-
<b>Net cash used in investing activities</b>	<b>(202,453)</b>	<b>(35,327)</b>	<b>(18,177)</b>	<b>(16,103)</b>
<b>Cash flows from/(used in) financing activities</b>				
Amount received from subsidiary company	-	-	-	(28,255)
Proceeds from shareholders' contribution	-	-	-	-
Receipts / (payments) of debt security in issue	75,273	-	(616,331)	-
<b>Net cash from/(used in) financing activities</b>	<b>75,273</b>	<b>-</b>	<b>(616,331)</b>	<b>(28,255)</b>
<b>Movement in cash and cash equivalents</b>	<b>46,545,756</b>	<b>(1,487,005)</b>	<b>4,630</b>	<b>(235)</b>
Cash and cash equivalents at the beginning of the period	33,230,522	13,061,851	7,323	8,176
<b>Cash and cash equivalents at the end of the period</b>	<b>79,776,278</b>	<b>11,574,846</b>	<b>11,953</b>	<b>7,941</b>

## **CLOSING REMARKS**

These financial statements, consisting of the Statement of Profit or Loss and Other Comprehensive Income, the Statement of Financial Position, the Statement of Changes in Equity and the Statement of Cash Flows, comply with International Financial Reporting Standards as adopted by the EU applicable to Interim Financial Reporting (IAS 34) and give a true and fair view of the financial position, financial performance and cash flows and they are consistent with the accounting records. The Interim Directors' report includes a fair review of the information required in terms of the Prospects Rules.

## **UNQUOTE**

**By order of the Board.**

**Desiree Cassar**

**Company Secretary**