



**CORINTHIA FINANCE plc**

**A member of the Corinthia Group of Companies**

## **COMPANY ANNOUNCEMENT**

*The following is a Company Announcement by Corinthia Finance Plc pursuant to Malta Stock Exchange Bye-Law 6.05.06(i).*

At a Meeting held on 24<sup>th</sup> September 2002, the Board of Directors of Corinthia Finance Plc approved the attached Interim Financial Statements for the six months ended 30<sup>th</sup> June 2002.

Alfred Fabri  
Company Secretary

*24<sup>th</sup> September 2002*



**CORINTHIA FINANCE plc**

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**Interim Financial Report**  
for the Period 1 January 2002 to 30 June 2002

**Profit and Loss Account**

	1 January to 30 June 2002 Lm	1 January to 30 June 2001 Lm
Interest Receivable and Similar Income	553,675	342,250
Interest Payable and Similar Charges	(521,548)	(335,000)
<b>Net Interest Earned</b>	<b>32,127</b>	<b>7,250</b>
Administrative Expenses	(7,602)	(5,926)
<b>Profit before Taxation</b>	<b>24,525</b>	<b>1,324</b>
Taxation	(8,584)	(463)
<b>Profit for the Period</b>	<b>15,941</b>	<b>861</b>
Earnings Per Share	0.159	0.009

**Condensed Balance Sheet**

	At 30 June 2002 Lm	At 31 December 2001 Lm
<b>Fixed Assets</b>	<b>22,074,202</b>	<b>10,000,000</b>
<b>Current Assets</b>	<b>778,702</b>	<b>242,753</b>
<b>Creditors: Amounts Falling due within One Year</b>	<b>(647,807)</b>	<b>(119,811)</b>
<b>Net Current Assets</b>	<b>130,895</b>	<b>122,942</b>
<b>Total Assets Less Current Liabilities</b>	<b>22,205,097</b>	<b>10,122,942</b>
<b>Bonds in Issue</b>	<b>(22,066,214)</b>	<b>(10,000,000)</b>
	<b>138,883</b>	<b>122,942</b>
<b>Capital and Reserves</b>	<b>138,883</b>	<b>122,942</b>

**Statement of Changes in Equity**

	Total Lm	Called Up Issued Share Capital Lm	Profit and Loss Account Lm
At 1 January 2001	121,259	100,000	21,259
Profit for the Period	861	-	861
At 30 June 2001	122,120	100,000	22,120
Profit for the Period	822	-	822
At 31 December 2001	122,942	100,000	22,942
Profit for the Period	15,941	-	15,941
At 30 June 2002	138,883	100,000	38,883

**Condensed Cash Flow Statement**

	1 January to 30 June 2002 Lm	1 January to 30 June 2001 Lm
<b>Net Cash from Operating Activities</b>	<b>214,960</b>	<b>332,314</b>
<b>Net Cash used in Investing Activities</b>	<b>(12,074,202)</b>	<b>-</b>
<b>Net Cash from Financing Activities</b>	<b>12,062,221</b>	<b>-</b>
<b>Net Increase in Cash and Cash Equivalents</b>	<b>202,979</b>	<b>332,314</b>
Cash at Bank and in Hand at Beginning of Period	106,037	120,701
<b>Cash at Bank and in Hand at End of Period</b>	<b>309,016</b>	<b>453,015</b>

**Selected Explanatory Notes**

**Basis of Preparation**

The published figures, which are in compliance with the requirements of International Accounting Standard 34 'Interim Financial Reporting', have been extracted from the unaudited management accounts of Corinthia Finance p.l.c. ("the Company") for the six months ended 30 June 2002 and its comparative period 2001. Comparative balance sheet information for the year ended 31 December 2001 has been extracted from the audited financial statements of the Company for the year ended on that date. This report is being published in terms of the Bye-laws of the Malta Stock Exchange section 6.05.06(i).

The accounting policies adopted in the preparation of these interim financial statements are the same as those that had been adopted in the preparation of the audited financial statements for the year ended 31 December 2001.

**Review of Performance**

During the period under review, the Company issued Lm4,000,000 6.75% Bonds 2012 with a nominal value of Lm100 per Bond at par and €10,000,000 6.50% Bonds 2010 with a nominal value of €100 per Bond at €97 per Bond. After the application of the over-allotment option, the Bonds allotted by the Company amounted to Lm6,289,900 6.75% Bonds 2012 and €14,273,700 6.50% Bonds 2010.

The proceeds derived from both issues were advanced to the parent company, Corinthia Palace Hotel Company Limited, for the purposes set out in the Offering Memorandum dated 11 March 2002.

During this period, the Company's revenue amounted to Lm553,675. This was generated from interest receivable on loans advanced by Corinthia Finance p.l.c. to its parent company (Lm541,772) and bank interest receivable (Lm11,903).

Interest Payable on the Bonds in issue and the amortisation of the discount on the issue of the Euro Bond, amounted to Lm521,548. The Company incurred Lm7,602 by way of administrative expenses. After deducting taxation amounting to Lm8,584, the profit for the period amounted to Lm15,941.

Earnings per share, which is based on the profit for the period divided by the weighted average number of ordinary shares in issue during the period, amounted to 15 cents 9 mills.

This Interim Financial Report was approved by the Board of Directors on 24 September 2002.

**Corinthia Finance p.l.c.**

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