



CORINTHIA FINANCE plc

A member of the Corinthia Group of Companies

COMPANY ANNOUNCEMENT

Half-Yearly Report

The Board of Directors of Corinthia Finance p.l.c. has approved the attached Half-Yearly Report for the period ended 30th June 2010.

Alfred Fabri
Company Secretary

30th August 2010

Encl.

**CORINTHIA FINANCE plc**

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HALF-YEARLY FINANCIAL REPORT
*For the Period 1 January to 30 June 2010***Condensed Income Statement**

	1 January to 30 June 2010	1 January to 30 June 2009
	€	€
Finance income	1,802,818	1,661,037
Finance costs	(1,773,797)	(1,639,633)
	29,021	21,404
Administrative expenses	(16,844)	(17,356)
Profit before tax	12,177	4,048
Tax expense	(4,262)	(1,417)
Profit for the period	7,915	2,631
Basic earnings per share	0.079	0.026

Condensed Balance Sheet

	At 30 June 2010	At 31 December 2009
	€	€
ASSETS		
Non-current	54,667,365	39,667,365
Current	2,094,126	15,880,173
Total assets	56,761,491	55,547,538
EQUITY		
Total equity	248,911	240,996
LIABILITIES		
Non-current	54,644,885	39,644,885
Current	1,867,695	15,661,657
Total liabilities	56,512,580	55,306,542
Total equity and liabilities	56,761,491	55,547,538

Condensed Statement of Changes in Equity

	Share capital	Retained earnings	Total
	€	€	€
At 1 January 2009	232,937	3,683	236,575
Profit for the period	-	2,631	2,631
At 30 June 2009	232,937	6,269	239,206
Profit for the period	-	1,790	1,790
At 31 December 2009	232,937	8,059	240,996
Profit for the period	-	7,915	7,915
At 30 June 2010	232,937	15,976	248,911

Condensed Cash Flow Statement

	1 January to 30 June 2010	1 January to 30 June 2009
	€	€
Net cash from (used in) operating activities	463,186	(7,685)
Net cash used in investing activities	(1,150,000)	-
Net cash received from financing activities	726,300	-
Net increase (decrease) in cash and cash equivalents	39,486	(7,685)
Cash and cash equivalents at beginning of period	60,976	29,073
Cash and cash equivalents at end of period	100,462	21,388

Selected Explanatory Notes**Basis of Preparation**

The published figures have been extracted from the unaudited financial statements of Corinthia Finance p.l.c. for the six months ended 30 June 2010 and the comparative period in 2009. Comparative balance sheet information as at 31 December 2009 has been extracted from the audited financial statements for the year ended on that date. This report is being published in terms of Listing Rule 9.44j issued by the Malta Financial Services Authority - Listing Authority, and has been prepared in accordance with the applicable Listing Rules and the International Accounting Standard 34, 'Interim Financial Reporting'. The financial statements published in this Half-Yearly Financial Report are condensed in accordance with the form and content requirements of this standard. In terms of Listing Rule 9.44k.5 the Directors are stating that this Half-Yearly Financial Report has not been audited or reviewed by the Company's independent auditors.

Accounting Policies

The accounting policies adopted in the preparation of the Company's Half-Yearly Financial Report are the same as those adopted in the preparation of the audited financial statements for the year ended 31 December 2009.

Principal Activities

The principal activity of the Company is to finance the ownership, development, ownership of the hotels, resorts and leisure facilities, forming part of the Corinthia Group of Companies, of which it is a member.

Interim Directors' Report

During the period under review, the Company's revenue amounted to €1,802,818, an increase of €141,781 over the previous period. The revenue was generated from interest charged to the parent company on loans advanced.

Finance costs on the bonds in issue amounted to €1,773,797, an increase of €134,164 over the previous period. The Company incurred €16,844 by way of administrative expenses. The profit after tax for the period amounted to €7,915.

The basic earnings per share are based on the profit for the period divided by the weighted average number of ordinary shares in issue during the period i.e. 100,000 shares of €2.32937 each.

State of Affairs

In March 2010 the Company successfully issued a €15.0 million Bond at 6.25% principally for the redemption of the €14.3 million 6.50% Bond maturing in April 2010. This new bond is fungible with the €25 million 6.25% Bond 2016-2019 issued in September 2009.

The Company still has an agreement with Corinthia Palace Hotel Company Limited which provides the necessary comfort for the repayment of the bonds in issue on maturity.

Statement pursuant to Listing Rule 9.44k.3 issued by the Listing Authority

We confirm that to the best of our knowledge:

- this condensed set of financial statements, which has been prepared in accordance with the applicable set of accounting standards, gives a true and fair view of the assets, liabilities, financial position, and profit or loss of Corinthia Finance plc; and
- includes a fair review of the information required in terms of Listing Rule 9.44c.2

Joseph Fenech
ChairmanJoseph J Vella
Director

CORINTHIA FINANCE p.l.c.

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