



## COMPANY ANNOUNCEMENT

**The following is a Company Announcement issued by Hili Finance Company p.l.c. (the “Company”) pursuant to the Capital Markets Rules as issued by the Malta Financial Services Authority.**

### QUOTE

The Board of Directors of Hili Finance Company p.l.c. (the “Company”) has approved the Company’s interim financial statements for the six-month period ended June 30, 2025. A copy of the interim financial statements is attached herewith and is also available for viewing on the Company’s website <https://hilifinance.com>

### UNQUOTE

By order of the Board

**Mr. Adrian Mercieca**  
Company Secretary

August 26, 2025



Hili Finance Company p.l.c.

Interim Financial Report (Unaudited)

For the period 1 January 2025 to 30 June 2025

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These condensed interim financial statements for the six months ended 30 June 2025 have been prepared in accordance with IAS 34 'Interim Financial Reporting'. They have been prepared under the historical cost convention and have not been audited or reviewed by the auditors of Hili Finance Company p.l.c. (the "Company").

### **Principal activities**

The Company was incorporated on the April 6, 2018, with the primary objective of providing financial resources to companies forming part of the Hili Ventures group (the "Group") for the purpose of financing their projects.

### **Business review**

The Company's main business activity is the issuance of bonds to the public including *Eur40,000,000* in July 2018, *Eur80,000,000* in August 2019, *Eur50,000,000* in March 2022, and *Eur80,000,000* in July 2024, which were all fully subscribed. The bonds are guaranteed by Hili Ventures Limited, the parent of Hili Finance Company p.l.c.

During the six-month period ending 30 June 2025, the Company registered a profit before tax of *Eur664,606* (June 2024: *Eur484,775*). The net assets of the Company at the end of the period reached *Eur4,320,555* compared to *Eur3,895,468* as at 31 December 2024.

The published figures have been extracted from the unaudited management accounts for the six-month period ending 30 June 2025, and the audited accounts for the period ending 31 December 2024.

During the period under review, Hili Ventures Limited registered a pre-tax loss of *Eur3,714,277* (June 2024: pre-tax profit of *Eur27,161,458*). This is primarily the result of lower investment income of *Eur3,383,465* in the first half of the year, when compared to *Eur32,238,462* in June 2024.

In the first half of 2025, the Group's revenues increased to *Eur540,200,019* (June 2024: *Eur503,759,743*), with profit before tax amounting to *Eur17,171,700* (June 2024: *Eur24,633,485*). While the Group's performance in the first 6 months of the year sustained momentum, the general operating and macro-economic environments are still prone to volatility, so the Group's outlook for the rest of 2025 remains cautiously optimistic.

The Company is mainly dependent on the business prospects of Hili Ventures Limited, and consequently the operating results of its subsidiaries have a direct effect on the Company's financial position and performance, including the ability of the Company to meet its obligations under the issued bonds.

Approved by the Board of Directors on 26 August 2025 and signed on its behalf by:



Geoffrey Camilleri

Chairman



Dorian Desira

Director

Condensed Statement of Profit or Loss and Other Comprehensive Income  
for the period ended 30 June 2025

	Period from 1 January to 30 June 2025 Eur (unaudited)	Period from 1 January to 30 June 2024 Eur (unaudited)
Finance income	6,068,447	3,868,447
Finance costs	<u>(5,375,403)</u>	<u>(3,355,632)</u>
<b>Net interest earned</b>	<b>693,044</b>	<b>512,814</b>
Administrative expenses	<u>(28,438)</u>	<u>(28,039)</u>
<b>Profit before tax</b>	<b>664,606</b>	<b>484,775</b>
Income tax expense	(239,519)	(177,612)
<b>Profit after tax and total comprehensive income for the period</b>	<b><u>425,087</u></b>	<b><u>307,162</u></b>

Hili Finance Company p.l.c.  
Condensed Statement of Financial Position  
for the period ended 30 June 2025



	As at 30 June 2025	As at 31 December 2024
Note	Eur	Eur
<b>ASSETS AND LIABILITIES</b>		
<b>Non-current assets</b>		
Intangible assets	8,675	9,782
Loans and receivables	251,930,958	251,930,958
Deferred tax asset	839	452
	<b>251,940,472</b>	<b>251,941,192</b>
<b>Current assets</b>		
Loans and receivables	10,628,392	6,811,056
Other receivables	31,245	70,972
Cash and cash equivalents	424,996	502,249
Current tax asset	-	114,301
	<b>11,084,633</b>	<b>7,498,578</b>
<b>Total assets</b>	<b>263,025,105</b>	<b>259,439,770</b>
<b>Current liabilities</b>		
Other payables	8,651,303	5,544,302
Current tax liability	53,247	-
	<b>8,704,550</b>	<b>5,544,302</b>
<b>Non-current liabilities</b>		
Debt securities in issue	7 250,000,000	250,000,000
	<b>250,000,000</b>	<b>250,000,000</b>
<b>Total liabilities</b>	<b>258,704,550</b>	<b>255,544,302</b>
<b>Net assets</b>	<b>4,320,555</b>	<b>3,895,468</b>
<b>EQUITY</b>		
Share capital	2,000,000	2,000,000
Retained earnings	2,320,555	1,895,468
<b>Total equity</b>	<b>4,320,555</b>	<b>3,895,468</b>

The notes on pages 8 to 10 are an integral part of this condensed interim financial statements.

The condensed interim financial statements on pages 4 to 10 were authorised for issue by the Board of Directors on 26 August 2025 and were signed by:

Geoffrey Camilleri

Chairman

Dorian Desira

Director

# Hili Finance Company p.l.c.

## Condensed Statement of Changes in Equity for the period ended 30 June 2025



	Share capital Eur	Retained earnings Eur	Total Eur
Balance at 1 January 2024	2,000,000	1,663,266	3,663,266
Dividends	-	(480,000)	(480,000)
Total comprehensive income for the period	-	307,162	307,162
<b>Balance at 30 June 2024 (unaudited)</b>	<b>2,000,000</b>	<b>1,490,428</b>	<b>3,490,428</b>
Balance at 1 January 2025	2,000,000	1,895,468	3,895,468
Total comprehensive income for the period	-	425,087	425,087
<b>Balance at 30 June 2025 (unaudited)</b>	<b>2,000,000</b>	<b>2,320,555</b>	<b>4,320,555</b>



	Period from 1 January to 30 June 2025 Eur (unaudited)	Period from 1 January to 30 June 2024 Eur (unaudited)
<b>Cash flows from operating activities</b>		
Operating profit before working capital movement	664,606	484,775
<i>Adjustments for:</i>		
Depreciation and amortisation	1,107	185
Interest Income	(6,068,447)	(3,868,447)
Interest expense on debt securities issued	5,279,698	3,290,000
<i>Operating loss before working capital movement</i>	<b>(123,036)</b>	<b>(93,487)</b>
<i>Net Changes in Working Capital</i>		
Movement in other receivables	39,727	18,193
Movement in loans and receivables	1,111	-
Movement in other payables	(176,319)	(79,345)
Income tax paid	(72,358)	-
<i>Net cash flows used in operating activities</i>	<b>(330,875)</b>	<b>(154,640)</b>
<b>Cash flows from investing activities</b>		
Payments to acquire intangible assets	-	(11,074)
Interest received	2,250,000	2,250,000
<i>Net cash flows used in investing activities</i>	<b>2,250,000</b>	<b>2,238,926</b>
<b>Cash flow from financing activities</b>		
Interest paid	(1,996,377)	(1,995,867)
<i>Net cash flows from financing activities</i>	<b>(1,996,377)</b>	<b>(1,995,867)</b>
<b>Net movement in cash and cash equivalents</b>	<b>(77,253)</b>	<b>88,419</b>
<b>Cash and cash equivalents at the beginning of the period</b>	<b>502,249</b>	<b>69,073</b>
<b>Cash and cash equivalents at the end of the period</b>	<b>424,996</b>	<b>157,491</b>

## **1. Basis of preparation**

The condensed interim financial statements for the half year ended 30 June 2025 have been extracted from the unaudited management accounts of the Company and have been prepared in accordance with International Accounting Standard 34 - Interim Financial Reporting. The condensed interim financial statements should be read in conjunction with the annual financial statements for the year ended 31 December 2024, which have been prepared in accordance with International Financial Reporting Standards as adopted by the EU.

## **2. Summary of significant accounting policies**

The accounting policies applied are consistent with those of the annual financial statements for the year ended 31 December 2024, as described in those financial statements.

## **3. Financial risk management**

The Company's financial risk management objectives and policies are consistent with those disclosed in the financial statements for the year ended 31 December 2024.

## **4. Critical accounting estimates and judgements**

In the process of applying the Company's accounting policies, management has made no judgements which can significantly affect the amounts recognised in these condensed financial statements and, at the end of the reporting period, there were no key assumptions concerning the future, or any key sources of estimation uncertainty, that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next six month period.

## **5. Segment information**

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision-maker. The chief operating decision maker, who is responsible for allocating resources and assessing performance of operating

## 5. Segment information (continued)

segments has been identified as the Board of Directors, responsible for making strategic decisions. The Board of Directors considers the Company to be made up of one segment, that is, raising financial resources from capital markets to finance the capital projects of the Group. All of the Company's revenue, which is mainly earned from interest on inter-company loans, and expenses are generated in Malta.

## 6. Related party transactions

The Company forms part of the Group. All companies forming part of the Group are related parties since these companies are all ultimately owned by Hili Ventures Limited. Trading transactions between these companies include items which are normally encountered in a group context.

The principal transactions carried out with related parties during the period are as follows:

	Period from 1 January to 30 June 2025 Eur
<b>Finance income</b>	
Interest receivable on loans advanced to parent company	<u><u>6,068,447</u></u>

## 7. Debt securities in issue

In July 2018, the Company issued *Eur40,000,000* 3.85% unsecured bonds of a nominal value of *Eur100* per bond. Unless previously re-purchased or cancelled, the bonds are redeemable at their nominal value on 24<sup>th</sup> July 2028. The bonds are listed on the Official List of the Malta Stock Exchange. The carrying amount of the bonds is *Eur40,000,000*. The market value of debt securities on the last day before the statement of financial position date was *Eur39,780,000*. Interest is repayable on the 24<sup>th</sup> of July of each year at the rate of 3.85% per annum, payable annually in arrears on each interest payment date.

**7. Debt securities in issue (continued)**

In August 2019, the Company issued *Eur80,000,000* 3.80% unsecured bonds of a nominal value of *Eur100* per bond. Unless previously re-purchased or cancelled, the bonds are redeemable at their nominal value on 27<sup>th</sup> August 2029. The bonds are listed on the Official List of the Malta Stock Exchange. The carrying amount of the bonds is *Eur80,000,000*. The market value of debt securities on the last day before the statement of financial position date was *Eur78,320,000*. Interest is repayable on the 27<sup>th</sup> of August of each year at the rate of 3.80% per annum, payable annually in arrears on each interest payment date.

In March 2022, the Company issued *Eur50,000,000* 4% unsecured bonds of a nominal value of *Eur100* per bond. Unless previously re-purchased or cancelled, the bonds are redeemable at their nominal value on 11<sup>th</sup> March 2027. The bonds are listed on the Official List of the Malta Stock Exchange. The carrying amount of the bonds is *Eur50,000,000*. The market value of debt securities on the last day before the statement of financial position date was *Eur49,445,000*. Interest is repayable on the 11<sup>th</sup> of March of each year at the rate of 4% per annum, payable annually in arrears on each interest payment date.

In July 2024, the Company issued *Eur80,000,000* 5% unsecured bonds of a nominal value of *Eur100* per bond. Unless previously re-purchased or cancelled, the bonds are redeemable at their nominal value on 17<sup>th</sup> July 2029. The bonds are listed on the Official List of the Malta Stock Exchange and trading commenced on 27 July 2024. The carrying amount of the bonds is *Eur80,000,000*. The market value of debt securities on the last day before the statement of financial position date was *Eur80,000,000*. Interest is repayable on the 17<sup>th</sup> of July of each year at the rate of 5% per annum, payable annually in arrears on each interest payment date.

**8. Subsequent events**

No adjusting or significant non-adjusting events have occurred between the reporting date and the date of information.

We confirm that to the best of our knowledge:

- (a)** the condensed interim financial statements give a true and fair view of the financial position of Hili Finance Company p.l.c. as at 30 June 2025, and the financial performance and cash flows of the Company for the half year then ended, which have been prepared in accordance with International Financial Reporting Standards as adopted by the EU applicable to interim financial reporting (International Accounting Standard 34 – Interim Financial Reporting); and
- (b)** the interim Directors' report includes a fair review of the information required in terms of Capital Market Rules 5.81 to 5.84.

Approved by the Board of Directors on 26 August 2025 and signed on its behalf by:



Geoffrey Camilleri

Chairman



Dorian Desira

Director