

COMPANY ANNOUNCEMENT

The following is a Company Announcement issued by LifeStar Insurance plc (“the Company”) pursuant to the Capital Markets Rules issued by the Malta Financial Services Authority.

QUOTE

The Company announces that the Board of Directors met on 30 August 2023 to consider and approve the unaudited Half-Yearly Financial Report of the Company for the six-month period ended 30 June 2023, which meeting was adjourned to 31 August 2023. The Board of Directors hereby announces that it has approved the unaudited Half-Yearly Financial Report of the Company for the six-month period ended 30 June 2023.

These interim unaudited financial statements have been prepared in accordance with accounting standard IFRS 4. It is the Company’s intention to also publish these interim unaudited financial statements under the new accounting standard IFRS 17 in due course.

A copy of the approved unaudited Half-Yearly Financial Report is attached to this announcement and is also available for viewing on the Company’s website at <http://lifestarinsurance.com/wp-content/uploads/2023/08/Interim-Report-and-Condensed-Consolidated-Financial-Statements-2023.pdf>.

UNQUOTE

By order of the Board.

31 August 2023



LifeStar Insurance Group

Interim Report and Interim Condensed Consolidated Financial Statements (Unaudited)

30 June 2023

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LifeStar Insurance Group

Half-yearly report for the period ended 30 June 2023

Interim Directors' Report

These interim unaudited financial statements have been prepared in accordance with accounting standard IFRS 4. It is the Company's intention to also publish these interim unaudited financial statements under the new accounting standard IFRS 17 in due course.

The following financial statements relate to the consolidated position of the LifeStar Insurance Group (the "Group") comprising of LifeStar Insurance plc (the "Company") and its immediate subsidiary LifeStar Health Limited ("LifeStar Health").

The group registered a profit before tax of € 993,806 compared to a loss for the same period last year of € 4,479,664.

The main contributors to these results for the first six months of the year are:

LifeStar Insurance plc

- The entity registered a profit before tax of €539,001 when compared to a loss of €4,912,046 during the six month period to 30 June 2022
- The balance on the technical account registered a loss of €288,134 compared to a loss of €3,526,547
- The pension related products saw an increase of 26% in premium when compared to the previous period last year. As a consequence of this movement towards pension products we have seen gross written premiums reduced by 31%.
- Total administrative costs increased by 5.7% over the same period last year.
- The value of-in-force business registered a healthy movement of €613,397 compared to €439,521 in the same period last year.

LifeStar Health

- The entity registered a profit before tax of €469,229 when compared to €293,533 in the comparative period or an increase of 60% year-on-year.
- Commissions earned from normal operations increased by 16.7% when compared to previous period to close off at €652,923.
- Total Commissions receivable increased by 10.4% when compared to the previous period to close off at €1,168,569.
- Total indirect costs decreased by 8.9% over the same period last year.
- Operating profit before depreciation increased by 8.3% when compared to the previous period to close off at €460,240.

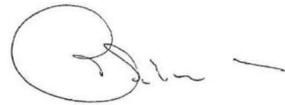
The consolidated profit after tax for the six months ended 30 June 2023 totalled €845,536 compared to the prior period consolidated loss after taxation of €4,527,789.

The Directors do not recommend the payment of an interim dividend.

By order of the Board



Prof Paolo Catalfamo
Chairman



Joseph C Schembri
Director

31 August 2023



Directors' Statement pursuant to the Capital Markets Rule 5.75.3

Directors' Statement pursuant to the Capital Markets Rule 5.75.3 Issued by the Malta Financial Services Authority

We confirm that to the best of our knowledge:

The condensed interim unaudited financial information gives a true and fair view of the financial position of the Group as at 30 June 2023 and of its financial performance and its cashflows for the period ended in accordance with International Financial Reporting Standards as adopted by the EU applicable to Interim Financial Reporting (IAS 34).

The Interim Directors' Report includes a fair review of the information required in terms of Capital Markets Rules 5.81 to 5.84.

Condensed Consolidated Statement of Comprehensive income

for the period ended 30 June 2023
(Unaudited)

	Group	
	01 January to 30 June 2023 (unaudited) €	01 January to 30 June 2022 (unaudited) €
Commission and fees receivable	1,210,122	1,058,204
Balance on the long term business of insurance technical account before tax	1,082,427	(3,526,530)
Other Revenue	-	-
Other Operating expenses	(2,096,962)	(1,197,368)
Commission payable and direct marketing costs	(56,421)	(27,704)
Operating Profit / (Loss)	139,165	(3,693,398)
Net investment return, net of allocation to the insurance technical account	854,641	(786,266)
Profit / (Loss) for the period before tax	993,806	(4,479,664)
Tax credit/(expense)	(148,270)	(47,825)
Profit / (Loss) for the period	845,536	(4,527,489)
Other comprehensive income		
<i>Items that may be reclassified subsequently to profit or loss</i>		
Increment in Value of In-force	613,397	439,521
Other Income	0	47,113
Total comprehensive profit / (loss) for the period	1,458,933	(4,040,855)
Profit / (Loss) per share (cents)	0c2	(0c6)

Condensed Consolidated Statement of Financial Position

at 30 June 2023
(Unaudited)

	Group	
	30 June 2023	31 December 2022
	(unaudited) €	(audited) €
ASSETS		
Intangible assets	15,994,842	15,319,363
Right of use asset	12,926	1,530
Property, plant and equipment	3,595,349	3,636,353
Investment property	15,835,731	15,835,731
Other investments	95,628,132	87,429,200
Deferred tax asset	458,460	1,298,458
Reinsurer's share of technical provisions	18,938,298	18,840,581
Taxation receivable	530,217	595,288
Trade and other receivables	3,467,983	3,085,883
Intragroup balances	12,877,109	12,084,835
Cash and cash equivalents	3,150,843	5,962,296
Total assets	170,489,891	164,089,518
EQUITY		
Capital and reserves	31,807,507	30,329,516
LIABILITIES		
Technical provisions	130,483,114	125,009,346
4% LifeStar Subordinated Bond	2,431,300	2,144,949
Lease Liability	13,032	1,780
Taxation payable	224,739	98,903
Trade and other payables	5,440,533	5,575,075
Deferred tax liability	89,666	929,949
Total liabilities	138,682,384	133,760,002
Total equity and liabilities	170,489,891	164,089,518

These unaudited interim condensed consolidated financial statements have been approved by the Board of Directors on 31 August 2023, and signed on its behalf by:



Prof Paolo Catalfamo
Chairman
31 August 2023



Joseph C Schembri
Director

Condensed Consolidated Statement of Cash Flows

For the period ending 30 June 2023
(Unaudited)

	Group	
	01 January to 30 June 2023	01 January to 30 June 2022
	(unaudited)	(unaudited)
	€	€
Net cash (used in)/from operating activities	161,245	(916,790)
Net cash from/(used in) investing activities	(2,972,697)	1,663,522
Net cash from financing activities	-	-
Movement in cash and cash equivalents	(2,811,452)	746,732
Cash and cash equivalents at beginning of period	5,962,296	15,395,429
Decrease in cash and cash equivalents	(2,811,452)	746,732
Cash and cash equivalents at end of period	3,150,844	16,142,161

Condensed Consolidated Statement of Changes in Equity

For the period ending 30 June 2023
(Unaudited)

	Share capital	Share premium account	Group			Total
			Other reserves	Capital Redemption reserve	Retained Earnings	
	€	€	€	€	€	€
Balance at 1 January 2022	9,169,870	-	13,138,945	800,000	9,055,084	32,163,898
Loss for the financial period	-	-	-	-	(3,149,393)	(3,149,393)
Other comprehensive income	-	-	1,319,644	-	-	1,319,644
Net movement in available-for-sale investments	-	-	-	-	-	-
Total comprehensive profit for the period	-	-	1,319,644	-	(3,149,393)	(1,829,749)
Balance at 30 June 2022	9,169,870	-	14,458,589	800,000	5,905,691	30,334,149
Balance at 1 January 2023	9,169,870	-	14,458,589	800,000	5,905,691	30,334,149
Profit for the financial period	-	-	613,397	-	859,959	859,959
Other comprehensive income	-	-	-	-	-	613,397
Total comprehensive income for the period	-	-	613,397	-	859,959	1,473,356
Balance at 30 June 2023	9,169,870	-	15,071,986	800,000	6,765,650	31,807,506

Notes to the Condensed Consolidated Financial Statements

- a) This half-yearly report is published pursuant to Chapter 5 of the Malta Financial Services Authority Capital Markets Rules and the Prevention of Financial Markets Abuse Act, 2005. The condensed set of consolidated interim unaudited financial statements attached to this report has been extracted from LifeStar Insurance p.l.c.'s unaudited management accounts and LifeStar Health Ltd unaudited management accounts for the six months ended 30 June 2023.
- b) The condensed interim unaudited financial statements for the half year ended 30 June 2023 have been extracted from the unaudited management accounts of the Group and have been prepared in accordance with International Accounting Standard 34 – Interim Financial Reporting. These financial statements have not been audited nor reviewed by the Group's independent auditors. The consolidated condensed financial information does not include all the notes of the type normally included in the annual financial statements. Accordingly, the interim unaudited financial statements should be read in conjunction with the annual financial statements for the year ended 31 December 2022, which have been prepared in accordance with International Financial Reporting Standards as adopted by the EU.
- c) The interim unaudited financial statements have been prepared under the historical cost convention, except for the revaluation of investment properties, financial assets which were classified at fair value through profit and loss and investment contracts without DPF. The accounting policies, presentation and methods of computation used in these interim unaudited financial information are consistent with those used in the annual audited consolidated financial statements for the year ended 31 December 2022.
- d) The Group's operations consist of the provision of investments, advisory and insurance intermediary services in terms of the Investment Services Act, 1994 and the Insurance Intermediaries Act, 2006, the carrying on of long-term business of insurance under the Insurance Business Act, 1998. The Group's turnover is primarily generated in and from Malta.
- e) The Group had no commitments for capital related expenditure as at 30 June 2023 and 31 December 2022.
- f) The net unrealised gain on financial instruments recognised in the interim unaudited condensed consolidated statement of comprehensive income for the period ended 30 June 2023 amounted to €847,964 (30 June 2022: loss of €3,079,560).
- g) Earnings per share is based on the net result for the period divided by the weighted average number of ordinary shares in issue during the period. The weighted average number of shares in issue during the period amounted to 64,814,817 shares.