LifeStar

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 hereby announces that the Board of Directors met today, 28 August 2026, and approved the Condensed consolidated unaudited Half-Yearly Financial Report of the Company for the six-month period ended 30 June 2026.

A copy of the approved Condensed consolidated Half-Yearly Financial Report is attached to this announcement and is also available for viewing on the Company's website at https://lifestarinsurance.com/investor-relations/.

Unquote

By Order of the Board.

28 August 2026

LifeStar Insurance plc
Testaferrata Street,
Ta'Xbiex, XBX 1403 Malta

t. +356 2134 2342
e. info@lifestarinsurance.com
w. lifestarinsurance.com

LIFESTAR INSURANCE P.L.C

INTERIM CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

30 JUNE 2026

COMPANY REGISTRATION NUMBER: C29086

Contents

LifeStar Insurance Group

Half-Yearly Report for the period ended 30 June 2026

Interim Directors’ Report

The following statements relate to the condensed consolidated position of LifeStar Insurance plc and its immediate subsidiary LifeStar Health Limited (together, the "Group").

These interim financial statements have been prepared in accordance with accounting standards IFRS 17 and IFRS 9. These financial statements have not been audited and not reviewed by the Group’s external auditors (the “ Auditors”). Every care has been undertaken by management and its actuaries to ensure the accuracy of these statements.

Consolidated Position

The consolidated Profit after tax for the six months ended 30 June 2026 totalled €237,705 when compared to the prior period consolidated loss after taxation of €740,358. The Group financial performance for the six months ended 30 June 2026 shows a significant improvement when compared with the corresponding period in 2025.

LifeStar Insurance plc

- Gross written premium has shown a very healthy growth in these first 6 months, increasing by 28% when compared to the same period last year. The largest increases were registered in Protection, mainly due to the Italy passporting initiative. Double digit growth was also registered in our pension related products and group-life products.
- Insurance service performance improved considerably during the period. Insurance revenue increased by approximately 43%, from €3.53 million in the first six months of 2025 to €5.06 million in 2026. This was partly offset by a 36% increase in insurance service expenses. As a result, the insurance service result from insurance contracts issued increased from €1.06 million to €1.69 million.
- The net expense from reinsurance contracts held decreased from €0.91 million in 2025 to €0.47 million in 2026, primarily reflecting higher amounts recovered from reinsurers.
- Consequently, the overall insurance service result increased to €1.23 million, compared with €0.16 million in the comparative period.
- The net financial result decreased to €0.22 million from €1.41 million in 2025, mainly driven by higher movements in investment contract liabilities.
- Other income increased by 37% when compared to previous period, from €0.40 million to €0.55 million.
- Administrative and other expenses decreased significantly from €2.91 million to €2.16 million, representing a reduction of approximately €0.74 million or 26%. This reduction, together with the stronger insurance service result, contributed significantly to the improvement in the Group's overall profitability.

- The Company registered a loss before tax of €0.18 million in 2026 compared to a loss of €0.95 million in the same period last year. Even though, LSI remained loss-making during the first half of 2026, the loss reduced by approximately €773,000, or 81%, year-on-year, reflecting a significant improvement in the Company's insurance service performance and operating cost base.

LifeStar Health Limited

- LifeStar Health Limited recorded a profit after tax of €291,890 for the six months ended 30 June 2026, compared with €78,957 in the corresponding period of 2025, representing an increase of approximately €213,000 or 270%.
- The improvement was primarily driven by a 24% increase in total commissions receivable, which increased from €1.02 million to €1.27 million.
- Despite the increase in direct costs of approximately 10%, the higher commission income resulted in gross contribution increasing by €228,000 or 28%, from €0.83 million to €1.05 million.
- Indirect costs decreased by approximately 3%, from €532,000 to €514,000, driven mainly by lower legal and professional, travel and insurance expenses.
- Overall, the results reflect a significant improvement in the Company's underlying operating performance, supported by stronger commission income, controlled operating costs and lower other expenses.

Outlook

The operating environment during the period under review remained broadly resilient. Inflation across the euro area accelerated to 2.9% in July 2026, driven largely by rising energy costs, while Malta continued to record one of the lowest inflation rates in the currency bloc. The Maltese economy sustained strong growth momentum, with real GDP expanding by 4.0% in 2025 and forecast to moderate to approximately 3.7% in 2026, supported by robust domestic consumption and a buoyant tourism sector. The European Central Bank raised its key interest rates in June 2026 for the first time since 2023, taking the deposit facility rate to 2.25%, as it sought to keep medium-term inflation anchored to its 2% target. Within this context, the Maltese life insurance industry continued to demonstrate resilience, with adequate capital and liquidity buffers to absorb macro-financial pressures.

Looking ahead to the remainder of the year, LifeStar Insurance plc's priorities are focused on continuing to grow the business across its existing markets of Malta, Italy and San Marino, while exploring opportunities for expansion into new markets within the EU. The Group also remains committed to investing in its people, and to preparing the organisation for the introduction of the revised Solvency II framework in January 2027.

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

By order of the Board.

Prof Paolo Catalfamo
Chairman

Joseph C Schembri
Director

28 August 2026

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 statements, which have not been reviewed by our Auditors, prepared under IFRS 17 and IFRS 9 give a fair view of the financial position, its financial performance and its cashflows for the period ended 30 June 2026 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 2026
(Unaudited)

	Group		Company	
	01 January to 30 June 2026	01 January to 30 June 2025	**01 January to 30 June 2026**	01 January to 30 June 2025
	(unaudited)	(unaudited)	**(unaudited)**	(unaudited)
	€	€	**€**	€
Insurance revenue	**5,061,128**	3,534,475	**5,061,128**	3,534,475
Insurance service expenses	**(3,368,485)**	(2,473,646)	**(3,368,485)**	(2,473,646)
Insurance service result from insurance contracts issued	**1,692,642**	**1,060,829**	**1,692,642**	**1,060,829**
Allocation of reinsurance premiums paid	**(1,546,505)**	(1,277,568)	**(1,546,505)**	(1,277,568)
Amounts recovered from reinsurers	**1,079,675**	371,910	**1,079,675**	371,910
Net expense from reinsurance contracts held	**(466,830)**	**(905,658)**	**(466,830)**	**(905,658)**
Insurance service result	**1,225,812**	**155,171**	**1,225,812**	**155,171**
Net investment income	**15,782,672**	1,488,834	**15,782,672**	1,479,563
Insurance finance income/ (expense) from insurance contracts held	**(14,249,709)**	197,062	**(14,249,709)**	197,062
Financial Reinsurance Expense	**(41,999)**	-	**(41,999)**	-
Reinsurance finance income/ (expense) from reinsurance contracts held	**47,343**	(14,267)	**47,343**	(14,267)
Movement in investments contract liabilities	**(1,321,384)**	(261,869)	**(1,321,384)**	(261,869)
Net financial result	**216,923**	**1,409,760**	**216,923**	**1,400,489**
Commissions and fees receivable	**1,179,151**	1,152,208	**-**	1,334
Other income	**552,394**	396,576	**542,350**	396,576
Other expenses	**(2,779,404)**	(3,811,558)	**(2,164,493)**	(2,905,488)
Profit/(Loss) before tax	**394,876**	**(697,843)**	**(179,407)**	**(951,918)**
Tax expense	**(157,171)**	(42,515)	**-**	-
Profit/(Loss) for the period	**237,705**	**(740,358)**	**(179,407)**	**(951,918)**

Condensed Consolidated Statement of Comprehensive income

for the period ended 30 June 2026 *(continued)*
(Unaudited)

	Group		Company	
	01 January to 30 June 2026	01 January to 30 June 2025	**01 January to 30 June 2026**	01 January to 30 June 2025
	(unaudited)	(unaudited)	**(unaudited)**	(unaudited)
Other comprehensive income				
Items that will not be reclassified subsequently to profit or loss	-	-	-	-
Total comprehensive / (loss) income for the year	**237,705**	**(740,358)**	**(179,407)**	**(951,918)**
Profit/(loss) per share (cents)	**0.4**	**(1.1)**	**(0.3)**	**(1.5)**

Condensed Consolidated Statement of Financial Position

at 30 June 2026
(Unaudited)

	Group		Company	
	30 June 2026	31 December 2025	**30 June 2026**	31 December 2025
	(unaudited)	(audited)	**(unaudited)**	(audited)
	€	€	**€**	€
ASSETS				
Intangible assets	**4,502,394**	4,092,892	**4,164,670**	3,780,486
Right of use asset	**7,843**	12,591	**7,843**	12,591
Property, plant and equipment	**6,005,820**	6,051,576	**5,993,864**	6,038,141
Investment property	**11,489,606**	12,889,273	**11,489,606**	12,889,273
Investment in group undertakings	**-**	-	**6,972,000**	6,972,000
Other investments	**130,351,818**	115,103,001	**130,351,818**	115,103,001
Other assets	**1,013,682**	1,020,890	**1,013,682**	1,020,890
Deferred tax asset	**2,043,741**	2,043,741	**1,912,768**	1,912,770
Reinsurance contract assets	**3,463,853**	2,820,283	**3,463,853**	2,820,283
Trade and other receivables	**14,152,654**	13,028,300	**13,815,056**	13,058,982
Prepayments and Accrued income	**4,546,994**	4,215,327	**4,291,271**	3,766,197
Cash and cash equivalents	**2,530,443**	1,546,263	**1,961,711**	1,144,026
Insurance contract assets	**6,363,638**	5,476,155	**6,363,638**	5,476,155
Total assets	**186,472,486**	168,300,292	**191,801,780**	173,994,795

Condensed Consolidated Statement of Financial Position

at 30 June 2026 *(continued)*
(Unaudited)

	Group		Company	
	30 June 2026	31 December 2025	**30 June 2026**	31 December 2025
	(unaudited)	(audited)	**(unaudited)**	(audited)
	€	€	**€**	€
EQUITY AND LIABILITIES				
Capital and reserves	**23,885,476**	23,647,771	**29,650,851**	29,830,258
4% LifeStar Subordinated Bond	**2,229,061**	2,243,151	**2,229,061**	2,243,151
Insurance contract liabilities	**132,009,111**	118,919,672	**132,009,111**	118,919,672
Investment contract liabilities	**20,869,359**	15,399,647	**20,869,359**	15,399,647
Financial reinsurance liability	**3,923,743**	4,140,733	**3,923,743**	4,140,733
Lease liability	**8,199**	12,161	**8,199**	12,161
Taxation payable	**1,241,792**	1,167,380	**1,168,395**	1,224,807
Deferred tax liability	**1,429,869**	1,429,870	**1,429,869**	1,429,869
Trade and other payables	**387,931**	162,740	**150,102**	130,081
Accruals and Deferred Income	**487,944**	1,177,167	**363,089**	664,416
Total Liabilities	**162,587,010**	144,652,521	**162,150,930**	144,164,537
Total equity and liabilities	**186,472,486**	168,300,292	**191,801,781**	173,994,795

These unaudited interim condensed consolidated financial statements have been approved by the Board of Directors on 28 August 2026, and signed on its behalf by:

Prof Paolo Catalfamo
Chairman

Joseph C Schembri
Director

28 August 2026

Condensed Consolidated Statement of Cash Flows

For the period ending 30 June 2026
(Unaudited)

	Group		Company	
	01 January to 30 June 2026	**01 January to 30 June 2025**	**01 January to 30 June 2026**	**01 January to 30 June 2025**
	(unaudited)	(unaudited)	**(unaudited)**	(unaudited)
	€	€	**€**	€
Net cash flows (used in)/from operating activities	**15,572,839**	2,202,441	**15,377,264**	2,326,403
Net cash flows (used in)/from investing activities	**(14,588,659)**	(88,761)	**(14,559,579)**	(129,574)
Net cash flows from financing activities	**-**	-	**-**	-
Movement in cash and cash equivalents	**984,180**	2,113,680	**817,685**	2,196,829
Cash and cash equivalents as at the beginning of the period	**1,546,263**	1,619,726	**1,144,056**	1,013,287
Decrease in cash and cash equivalents	**984,180**	2,113,680	**817,685**	2,196,829
Cash and cash equivalents as at the end of the period	**2,530,443**	3,733,406	**1,961,711**	3,210,116

Condensed Consolidated Statement of Changes in Equity

For the period ending 30 June 2026
(Unaudited)

	Group				
	Share capital	**Other reserves**	**Capital redemption reserve**	**Retained earnings**	**Total**
	€	**€**	**€**	**€**	**€**
Balance as at 1 January 2026	**9,169,870**	**2,013,097**	**800,000**	**11,664,804**	**23,647,771**
Profit for the financial period	-	-	-	237,705	237,705
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	-	-	-	**237,705**	**237,705**
Balance as at 30 June 2026	**9,169,870**	**2,013,097**	**800,000**	**11,902,509**	**23,885,476**
Balance as at 1 January 2025	9,169,870	1,572,988	800,000	12,820,786	24,363,644
Profit/(Loss) for the financial period	-	-	-	(740,358)	(740,358)
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	-	-	-	(740,358)	(740,358)
Balance as at 30 June 2025	**9,169,870**	**1,572,987**	**800,000**	12,080,428	23,623,286

Condensed Consolidated Statement of Changes in Equity

For the period ending 30 June 2026
(Unaudited)

	Company				
	Share capital	Other reserves	Capital redemption reserve	Retained earnings	Total
	€	€	€	€	€
Balance as at 1 January 2026	**9,169,870**	**1,849,916**	**800,000**	**18,010,472**	**29,830,258**
Profit/(Loss) for the financial period	-	-	-	(179,407)	(179,407)
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	**-**	**-**	**-**	**(179,407)**	**(179,407)**
Balance as at 30 June 2026	**9,169,870**	**1,849,916**	**800,000**	**17,831,065**	**29,650,851**
Balance as at 31 December 2024	9,169,870	1,409,807	800,000	13,460,013	24,839,690
Impact of change in accounting policy	-	-	-	5,062,477	5,062,477
Balance as at 1 January 2025	**9,169,870**	**1,409,807**	**800,000**	**18,522,490**	**29,902,167**
Profit/(Loss) for the financial period	-	-	-	(951,918)	(951,918)
Other comprehensive income for the period	-	-	-	-	-
Total comprehensive income for the period	-	-	-	(951,918)	(951,918)
Balance as at 30 June 2025	**9,169,870**	**1,409,807**	**800,000**	**17,570,572**	**28,950,249**

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 the unaudited management accounts of LifeStar Insurance p.l.c. and LifeStar Health Limited for the six months ended 30 June 2026.

b) The condensed interim unaudited financial statements for the half year ended 30 June 2026 have been prepared in accordance with International Accounting Standard 34 - Interim Financial Reporting. These interim financial statements have not been audited nor reviewed by the Group’s independent external Auditors. While every care has been undertaken to ensure the accuracy of these statements, these interim unaudited financial statements may be subject to adjustments. Any subsequent reclassification, if any, may have an effect on the financial performance and financial position of the company as at 30 June 2026. The consolidated condensed financial information does not include all the notes of the type normally included in the annual financial statements. Accordingly, these interim unaudited financial statements should be read in conjunction with the approved annual financial statements for the year ended 31 December 2025, 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, the investment in group undertaking, financial assets which were classified at fair value through profit and loss and investment contracts without discretionary participation features (“DPF”). The accounting policies, presentation and methods of computation used in these interim unaudited financial statements are consistent with those used in the annual audited consolidated financial statements for the year ended 31 December 2025.

d) The Group's operations consist of the provision of advisory and insurance intermediary services in terms of 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 2026.

f) The following information has been considered significant for disclosure purposes in these interim financial statements:

Disclosure of Fair Value Measurement

During the interim period under review, the Company elected to measure its investments in group undertakings in accordance with IFRS 9 at fair value through profit or loss.

The fair value of the investment in LifeStar Health Limited has been determined with reference to a valuation performed by an independent third-party valuer, determined based on the discounted cash flow method, using observable and unobservable inputs as appropriate. These investments are classified as Level 3 in the fair value hierarchy due to management assumptions forming a significant part of the valuation of the investment. Fair value movements in relation to the investment in group undertakings during the period are recognised in profit or loss and are presented within 'Net investment income'.

Fair value hierarchy

Details of the group's investment in group undertakings and information about the fair value hierarchy as at the end of the reporting period are as follows:

	Level 1	**Level 2**	**Level 3**	**Fair value**
	€	€	€	€
Investment in Group Undertaking as at 30 June 2026	-	-	6,972,000	**6,972,000**
Investment in Group Undertaking as at 31 December 2025	-	-	6,972,000	**6,972,000**

Financial assets / financial liabilities	Valuation technique(s) and key input(s)	Significant unobservable input(s)	Relationship and sensitivity of unobservable inputs to fair value
Investments in unlisted shares (LifeStar Health Limited)	Income approach. In this approach, the discounted cash flow method was used to capture the present value of the expected future economic benefits to be derived from the ownership of these investees.	Long-term revenue growth rates, taking into account management's experience and knowledge of market conditions of the specific industries, ranging from 4 to 10 per cent (2025: 4-10 per cent).	The higher the revenue growth rate, the higher the fair value. If the revenue growth was 1% per cent higher/lower while all other variables were held constant, the carrying amount would increase/decrease by €1.2 million (2025: €1.2 million).
		Weighted average cost of capital, determined using a Capital Asset Pricing Model of 10 per cent (2025: 10%).	The higher the weighted average cost of capital, the lower the fair value. If the weighted average cost of capital was one per cent higher/lower while all other variables were held constant, the carrying amount would decrease/increase by €0.9 million (2025: €0.9 million).

The following table reconciles the movements for investments in group undertakings with fair value measurements classified as level 3:

Investment in group undertaking	**€**
Balance at 1 January 2026	**6,972,000**
Fair value movement recognised in profit or loss (Net investment income)	**-**
Balance at 30 June 2026	**6,972,000**

T: +356 21 342 342

E: info@lifestarinsurance.com

W: www.lifestarinsurance.com

A: LifeStar Building, Testaferrata Street, Ta' Xbiex, XBX1403, Malta