

COMPANY ANNOUNCEMENT

The following is a company announcement issued by Mizzi Organisation Finance p.l.c. pursuant to Listing Rules 8.7.21, 9.43 and 9.44.

Quote:

In a meeting held on 28 August 2007, the Board of Directors of Mizzi Organisation Finance p.l.c. approved the attached interim unaudited financial statements for the six months ended 30 June 2007.

Unquote



Hugh Mercieca
Company Secretary

28 August 2007

The following Half-Yearly Report is published pursuant to the terms of Chapters 8 and 9 of the Malta Financial Services Authority Listing Rules and the Prevention of Financial Markets Abuse Act, 2005. The condensed financial information has been extracted from the company's unaudited financial statements for the six month period ended 30 June 2007 and has been reviewed in terms of ISRE 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". The financial information has been prepared in accordance with IAS 34, "Interim Financial Reporting". The accounting policies used in the preparation of the interim financial report are consistent with those used in the annual financial statements for the year ended 31 December 2006.

Interim Directors' report

The company's principal activity is to carry on the business of a finance and investment company in connection with ownership, development, operation and financing of the business activities of the companies forming part of the Mizzi Organisation. The proceeds from the bonds issued for subscription to the general public have been advanced by the company to related parties forming part of the Mizzi Organisation.

Interest income, principally receivable from related parties, earned during the six month period to 30 June 2007 amounted to Lm362,295 (2006: Lm365,965). Profit before taxation for the period amounted to Lm17,601 (2006: Lm21,620). Earnings per share, reflecting profit after taxation divided by the weighted average number of ordinary shares in issue during the period, is Lm17.50. Furthermore, the directors do not anticipate any significant changes or uncertainties during the forthcoming six month period.

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

Condensed profit and loss account

	Six month period ended	
	30 June 2007	30 June 2006
	Lm	Lm
Interest receivable	362,295	365,965
Interest payable and similar charges	(335,954)	(335,894)
Net interest income	26,341	30,071
Profit before tax	17,601	21,620
Tax expense	(104)	(101)
Profit for the financial period	17,497	21,519
Earnings per share	17.50	21.52

Condensed balance sheet

	As at 30 June 2007	As at 31 December 2006
	Lm	Lm
ASSETS		
Fixed assets		
Financial assets	9,035,259	8,993,782
Current assets		
Investments	1,115,543	1,115,543
Other current assets	121,803	140,738
Total assets	10,272,605	10,250,063
EQUITY AND LIABILITIES		
Capital and reserves		
	175,506	158,009
Creditors: amounts falling due after more than one year		
Interest-bearing borrowings	9,996,137	9,995,179
Creditors: amounts falling due within one year	100,962	96,875
Total liabilities	10,097,099	10,092,054
Total equity and liabilities	10,272,605	10,250,063

Condensed statement of changes in equity

	Called up issued share capital	Profit and loss account	Total
	Lm	Lm	Lm
Balance at 1 January 2006	100,000	162,664	262,664
Profit for the period - total recognised income	-	21,519	21,519
Balance at 30 June 2006	100,000	184,183	284,183
Balance at 1 January 2007	100,000	58,009	158,009
Profit for the period - total recognised income	-	17,497	17,497
Balance at 30 June 2007	100,000	75,506	175,506

Condensed cash flow statement

	Six month period ended	
	30 June 2007	30 June 2006
	Lm	Lm
Net cash from operating activities	23,914	55,879
Net cash (used in)/from investing activities	(41,477)	(40,123)
Movement in cash and cash equivalents	(17,563)	15,756
Cash and cash equivalents at 1 January	78,445	32,031
Cash and cash equivalents at 30 June	60,882	47,787

Key figures in the interim financial information in Euro

	Six month period ended	
	30 June 2007	30 June 2006
	€	€
Net interest income	11,308	12,909
Profit for the financial period	7,511	9,238
	As at 30 June 2007	As at 31 December 2006
	€	€
Total assets	4,410,029	4,400,352
Total equity	75,345	67,833

The amounts in Euro have been translated using the Irrevocably Fixed Conversion Rate of €1 = Lm0.4293

Statement pursuant to Listing Rule 9.44.3 issued by the Listing Authority

I confirm that to the best of my knowledge:

- the condensed interim financial statements give a true and fair view of the financial position of the company as at 30 June 2007 and of its financial performance and its cash flows for the period then ended in accordance with International Financial Reporting Standards as adopted by the EU applicable to interim financial reporting (IAS 34 "Interim Financial Reporting"); and
- the Interim Directors' report includes a fair review of the information required in terms of Listing Rule 9.44.2.

John C Grech - Chairman
31 August 2007

Independent auditor's review report

The company's condensed interim financial information has been reviewed by the company's independent auditor and the auditor's report is reproduced as follows:

Report on Review of Interim Financial Information

To the Board of Directors of Mizzi Organisation Finance plc

Introduction

We have reviewed the accompanying condensed balance sheet of Mizzi Organisation Finance plc as at 30 June 2007 and the related condensed profit and loss account, condensed statement of changes in equity and condensed cash flow statement for the six month period then ended. The directors are responsible for the preparation and fair presentation of this interim financial information in accordance with International Financial Reporting Standards as adopted by the European Union applicable to interim financial reporting (IAS 34). Our responsibility is to express a conclusion on this interim financial information based on our review.

Scope of Review

We conducted our review in accordance with International Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity." A review of interim financial information consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with International Standards on Auditing and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

This report, including the conclusion, has been prepared for and only for the company for the purpose of the Listing Rules of the Malta Financial Services Authority and for no other purpose. We do not, in producing this report, accept or assume responsibility for any other purpose or to any other person to whom this report is shown or into whose hands it may come save where expressly agreed by our prior consent in writing.

Conclusion

Based on our review, nothing has come to our attention that causes us to believe that the accompanying condensed interim financial information is not prepared, in all material respects, in accordance with International Accounting Standard 34, "Interim Financial Reporting".