

BORGO LIFESTYLE FINANCE P.L.C.

Interim Accounts
For the period 01 January to 30 June 2021

C 88245

BORGO LIFESTYLE FINANCE P.L.C.
Interim Financial Statements - 30 June 2021

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BORGO LIFESTYLE FINANCE P.L.C.

Interim Financial Statements - 30 June 2021

Interim Directors` Report

This half-yearly report has been prepared in accordance with IAS 34 `Interim Financial Reporting` Standards and in terms of Rule 4.11.12 of Prospects operated and regulated by the Malta Stock Exchange plc. The financial information presented has been extracted from the company`s unaudited accounts for the period from 1 January 2021 to 30 June 2021.

Principal Activities

The company`s principal activities are to act as a holding and finance company to related companies.

Performance Review

During the period under review the Company incurred a loss of €11,993.

The subsidiary`s activities are seasonal and income is usually expected in the second half of the calendar year, the COVID-19 effect has conditioned the sales only in the first period of the year.

Directors

The following have served as directors of the Company during the period under review:

Mr. Niels Bentzen

Mr. Stuart P. Blackburn

Mr. Claus Thottrup

By order of the Board

25th August 2021



BORGO LIFESTYLE FINANCE P.L.C.

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Condensed Interim Statement of Comprehensive Income

	01 Jan 21 to 30 Jun 21 (unaudited) €	01 Jan 20 to 30 Jun 20 (unaudited) €
Revenue	143,412	143,412
Administrative expenses	<u>(31,160)</u>	<u>(41,372)</u>
Operating Profit	112,252	102,040
Finance costs	<u>(124,246)</u>	<u>(125,485)</u>
Loss for the Period before Taxation	(11,994)	(23,445)
Tax expense	<u>-</u>	<u>-</u>
Loss for the Period	<u>(11,994)</u>	<u>(23,445)</u>
Earnings per share	0	0

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Condensed Interim Statement of Financial Position

		30 Jun 2021 (unaudited) €	30 Jun 2020 (unaudited) €
ASSETS	Notes		
Investments in subsidiary		170,000	170,000
Loans to subsidiary and related party	2	4,820,000	4,820,000
Other receivables		173,133	136,466
Cash and bank balances		-	-
Total Assets		<u>5,163,133</u>	<u>5,126,466</u>
EQUITY AND LIABILITIES			
Share capital		171,200	171,200
Accumulated losses		(138,053)	(95,753)
Debt in issue	3	5,000,000	5,000,000
Other payables		35,983	42,721
Short term borrowings		80,283	8,298
Taxation		13,720	-
Total Equity and Liabilities		<u>5,163,134</u>	<u>5,126,466</u>





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Condensed Interim Statement of Changes in Equity

	Share Capital €	Retained Earnings €	Total €
Period ended 30 June 2020			
Issue of share capital	171,200	(72,306)	98,894
Loss for the period	-	(23,446)	(23,446)
Balance at 30 June 2020	<u>171,200</u>	<u>(95,752)</u>	<u>(75,448)</u>
Period ended 30 June 2021			
Balance as at 1 January 2021	171,200	(126,059)	45,142
Loss for the period	-	(11,994)	(11,994)
Balance at 30 June 2021	<u>171,200</u>	<u>(138,053)</u>	<u>33,148</u>

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Condensed Interim Statement of Cash Flows

	01 Jan 21 to 30 Jun 21 (unaudited) €	01 Jan 20 to 30 Jun 20 (unaudited) €
Net Cash (used in)/generated from Operating Activities	(82,679)	(37,962)
Net Cash used in Investing Activities	0	0
Net Cash generated from/(used in) Financing Activities	82,873	(39,652)
Movement in Cash and Cash Equivalents	194	(1,690)
Cash and Cash Equivalents at Beginning of Period	(411)	1,279
Cash and Cash Equivalents at End of Period	(217)	(411)

BORGO LIFESTYLE FINANCE P.L.C.

Interim Financial Statements – 30 June 2021

Notes to the Condensed Interim Financial Statements

1. Basis of Preparation

The financial statements have been prepared in accordance with the provisions of the Companies Act, 1995 enacted in Malta, which require adherence to International Financial Reporting Standards (IFRSs), as adopted by the EU, and their interpretations adopted by the International Accounting Standards Board (IASB). The financial statements are prepared under the historical cost convention, except for those assets and liabilities that are measured at fair value.

The preparation of financial statements in conformity with IFRSs requires the use of certain accounting estimates. It also requires management to exercise its judgement in the process of applying the company's accounting policies. In the opinion of the directors, the accounting estimates and judgements made in the course of preparing these financial statements are not difficult, subjective or complex to a degree which would warrant their description as critical in terms of the requirements of IAS 1.

2. Loans to Subsidiary and Related Party	01 Jan 21 to 30 Jun 21 €	01 Jun 20 to 30 Jun 20 €
Loans receivable from subsidiary	2,000,000	2,000,000
Loans receivable from related party	<u>2,820,000</u>	<u>2,820,000</u>
	<u>4,820,000</u>	<u>4,820,000</u>

Loans receivable from subsidiary and related party are unsecured, subject to an interest rate of 6%. Repayment of the principal and interest accrued shall not be demanded prior to the 18th February 2025. The principal amount of the loans remained the same since last year, the change in the loan amounts is due to the classification of interest receivable on the loans which has been reclassified with accrued income under "other receivables".

3. Debt in Issue	01 Jan 21 to 30 Jun 21 €	01 Jan 20 to 30 Jun 20 €
Issue of €5,000,000 5% Bond	<u>4,899,459</u>	<u>4,899,459</u>

Notes to the Condensed Interim Financial Statements

3. Debt in Issue - Continued

Bond issue costs amounting to €116,010 are being amortised over the term of the bond.

	30 Jun 2021 €
5% Bonds 2026-2029	5,000,000
Issue costs	116,010
Amortisation of Bond costs	<u>(27,070)</u>
Net Bond Costs	88,940
Total Borrowings	<u>4,911,060</u>