

BORGO LIFESTYLE FINANCE P.L.C. – C88245

Interim Financial Statements

For the period from 1 January 2024 to 30 June 2024

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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 2023 to 30 June 2023.

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 profit of €12,875.

The subsidiary's activities are seasonal, and income is usually expected in the second half of the calendar year.

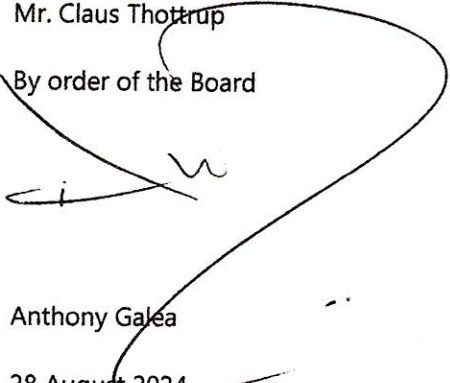
The directors expect that the activities of the Company are to remain consistent for the foreseeable future in line with the projected inflows and outflows.

Directors

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

Mr. Niels Bentzen
Mr Anthony Galea
Mr. Claus Thottrup

By order of the Board


Anthony Galea

28 August 2024


Claus Thottrup

Condensed Interim Statement of Comprehensive Income

	Period covering 1 January 2024 to 30 June 2024 (unaudited) €	Period covering 1 January 2023 to 30 June 2023 (unaudited) €
Revenue	168,238	167,313
Administrative expenses	(30,705)	(17,532)
Operating profit	137,533	149,781
Finance costs	(124,658)	(123,973)
Profit for the period before tax	12,875	25,808
Tax expense	-	-
Profit for the period	12,875	25,808

Condensed Interim Statement of Financial Position

	Notes	As at 30 June 2024 (unaudited) €	As at 30 June 2023 (unaudited) €
ASSETS			
Investments in subsidiary		170,000	170,000
Loan to subsidiary and related party	2	4,820,000	4,820,000
Other receivables		788,401	658,808
Cash and cash equivalents		-	97
Total assets		5,778,401	5,648,905
EQUITY AND LIABILITIES			
Share capital		171,200	171,200
Accumulated losses		(61,247)	(127,545)
Debt in issue	3	5,000,000	5,000,000
Other payables		203,983	260,900
Short term borrowings		400,567	316,956
Taxation		63,898	27,394
Total equity and liabilities		5,778,401	5,648,905

Condensed Interim Statement of Changes in Equity

	Share Capital	Accumulated losses	Total
	€	€	€
Period ended 30 June 2023			
Balance as at 1 January 2023	171,200	(153,353)	17,847
Loss for the period	-	25,808	25,808
Balance as at 30 June 2023	<u>171,200</u>	<u>(127,545)</u>	<u>43,655</u>
Period ended 30 June 2024			
Balance as at 1 January 2024	171,200	(74,122)	97,078
Profit for the period	-	12,875	12,875
Balance as at 30 June 2024	<u>171,200</u>	<u>(61,247)</u>	<u>109,953</u>

Condensed Interim Statement of Cash Flows

	Period covering 1 January 2024 to 30 June 2024 (unaudited) €	Period covering 1 January 2023 to 30 June 2023 (unaudited) €
Net cash used in operating activities	(83,708)	(141,089)
Net cash used in investing activities		-
Net cash generated from/(used in) financing activities	83,611	140,724
Movement in cash and cash equivalents	(97)	(365)
Cash and cash equivalents at the beginning of the period	97	(462)
Cash and cash equivalents at the end of the period	-	97

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

	30/06/2024	30/06/2023
	€	€
Loans receivable from subsidiary	2,000,000	2,000,000
Loans receivable from related party	2,820,000	2,820,000
	<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 7%. Repayment of the principal and interest accrued shall not be demanded prior to the 18 February 2025. The principal amount of the loans remained the same since last year.

3. Debt in issue

	30/06/2024	30/06/2023
	€	€
Issue of €5,000,000 5% bonds	5,000,000	5,000,000

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

	30/06/2024	30/06/2023
	€	€
5% Bonds 2026-2029	5,000,000	5,000,000
Issue costs	116,010	116,010
Amortisation of bond costs	(61,873)	(44,471)
Net bond costs	54,137	71,539
Total borrowings	<u>4,945,863</u>	<u>4,928,461</u>