



AGRI HOLDINGS PLC – C57008

Level 1, SkyParks Business Centre
Malta International Airport
Luqa LQA 4000
(the "Company")

COMPANY ANNOUNCEMENT

The following is a Company Announcement issued by the Company in terms of the Rules of Prospects, the market regulated as a multi-lateral trading facility operated by the Malta Stock Exchange ("Prospects MTF")

QUOTE

The Board of Directors of the Company is pleased to announce that the Company's Half Yearly Report for the period ended 31st December 2020 was duly considered and approved on 24th of February 2021.

The Half Yearly Report is appended herewith and is also available for viewing on the Company's website:

<https://agribankplc.com/agriholdings/>

A handwritten signature in blue ink, appearing to be "Desiree Cassar", written over a horizontal line. The signature is stylized and cursive.

Desiree Cassar

Date: 24 February 2021



AGRIHOLDINGS PLC HALF YEARLY REPORT

DECEMBER 2020

COMPANY INFORMATION

Company Registration No.: C57008

Registered Office: Level 1, SkyParks Business Centre
Malta International Airport
Luqa LQA 4000, Malta

Company Secretary: Dr. Desiree Cassar

Board of Directors

Mr Victor Rizzo Giusti (Non-Executive Director)

Mr Frank Sekula (Director)

Mr Stephen Muscat (Non-Executive Director)

The Board of Directors was appointed by the annual general meeting of the 31st of October 2020 except where indicated specifically and remain in office until the next annual general meeting in 2021.

INTERIM DIRECTORS' REPORT

The board of directors are hereby presenting unaudited interim financial statements for 31st December 2020. The group consist of AgriHoldings plc and AgriBank plc, the "Bank", its sole subsidiary.

PRINCIPAL ACTIVITIES

The Bank within the Group is licensed as a credit institution under the Banking Act, Cap.371. The Bank is engaged in lending to the agricultural sector in the UK and lending in renewable energy in Malta. Lending is funded with deposits, bonds and equity. The Bank is also engaged in offering corporate banking services to different industry background companies registered in Malta. During the period under review, the company issued GBP2 million worth of convertible senior 5year loan notes to invest in the Bank as equity.

PERFORMANCE REVIEW

During the half year under review, the Company registered a loss before taxation of GBP22,355 (for six months ending Dec 2019: GBP6,399) and the Group GBP18,951 (for six months ending Dec 2019: GBP462,548).

RESULTS AND DIVIDENDS

No interim dividend is being proposed.

STATEMENTS OF PROFIT OR LOSS AND OTHER COMPREHENSIVE INCOME

for the six months ended 31 December 2020

	The Group		The Company	
	Period from 1 Jul 2020 to 31 Dec 2020 GBP	Period from 1 Jul 2019 to 31 Dec 2019 GBP	Period from 1 Jul 2020 to 31 Dec 2020 GBP	Period from 1 Jul 2019 to 31 Dec 2019 GBP
Revenue				
Interest income	636,842	518,496	36,066	34,975
Interest expense	(221,142)	(314,224)	(47,479)	(51,607)
Net interest income	415,700	204,272	(11,413)	(16,631)
Fee and commission income	434,095	195,046	78,682	77,673
Fee and commission expense	(135,235)	(110,085)	(3,796)	(3,796)
Net fee and commission income	298,860	84,961	74,885	73,877
Net operating income	714,560	289,233	63,473	57,246
Employee compensation and benefits	433,668	349,911	-	-
General administrative expenses	310,840	265,874	65,336	43,547
Amortisation of intangible assets	65,771	30,599	20,492	20,098
Depreciation of property, plant and equipment	31,924	36,908	-	-
Net impairment losses	(108,692)	68,489	-	-
Total expense	733,511	751,781	85,828	63,645
(Loss)/profit before tax	(18,951)	(462,548)	(22,355)	(6,399)
Income tax credit/(charge)	-	-	-	-
(Loss)/ profit for the year total comprehensive (loss)/income for the year	(18,951)	(462,548)	(22,355)	(6,399)

STATEMENTS OF FINANCIAL POSITION

as at 31 December 2020

	The Group		The Company	
	Dec 2020 GBP	Jun 2020 GBP	Dec 2020 GBP	Jun 2020 GBP
Assets				
Balance with Central Bank of Malta, and cash and cash equivalents	23,252,251	16,870,276	6,733	7,101
Investments	2,606,265	2,508,189	-	-
Finance lease receivable	7,928,183	9,648,149	-	-
Loans to customers	6,004,279	6,644,780	-	-
Right-of-use assets	116,711	150,244	-	-
Investment in subsidiary	-	-	8,950,350	6,950,350
Investment in subordinated bonds	-	-	1,520,770	1,541,534
Intangible assets	313,361	315,449	268,393	258,735
Property, plant and equipment	99,678	121,032	-	-
Assets held for realisation	422,976	431,401	-	-
Other assets	1,280,368	584,523	-	-
Prepayments and accrued income	430,489	298,421	133,393	129,201
Total assets	42,454,561	37,572,4643	10,879,639	8,886,921
Liabilities				
Amounts owed to customers	32,593,413	29,571,441	-	-
Debt securities in issue	3,831,077	1,903,074	3,611,077	1,633,074
Other liabilities	480,883	583,664	504,053	426,599
Accruals	875,405	911,970	8,749	49,132
Lease Liabilities	116,517	152,755	-	-
Total liabilities	37,895,906	33,122,904	4,123,879	2,108,805
Equity				
Share capital	80,001	80,001	80,001	80,001
Shareholders' advances	7,059,609	7,059,609	6,870,350	6,870,350
General banking risk reserve	59,227	134,785	-	-
Revaluation Reserve	278,878	150,832	-	-
Excessive NPL Reserve	60,819	211,083	-	-
Accumulated losses	(2,979,880)	(3,186,751)	(194,591)	(172,235)
Total equity	4,558,655	4,449,559	6,755,760	6,778,117
Total liabilities and equity	42,454,560	37,572,463	10,879,639	8,886,921

The official middle rate of exchange issued by the European Central Bank between GBP Sterling and Euro as at 31 December 2020 was EUR:GBP 0.9031 (June 2020: EUR:GBP 0.9154).

STATEMENTS OF CHANGES IN EQUITY

For the six months ended 31 December 2020

The Group	Share capital & Contribution GBP	Accumulated losses GBP	Other reserves GBP	Total GBP
At 1 July 2019	6,689,260	(2,788,655)	125,465	4,026,070
Transfer to general banking risk reserve	-	(1,952)	293,735	291,783
Other Increase in Equity	450,350	-	-	450,350
Loss for the period/total comprehensive loss for the period	-	(462,548)	-	(462,548)
At 31 December 2019	7,139,610	(3,253,155)	419,200	4,305,655
At 1 July 2020	7,139,610	(3,186,750)	496,700	4,449,560
Transfer to general banking risk reserve	-	225,822	(97,776)	128,046
Other Increase in Equity	-	-	-	-
Loss for the period/total comprehensive loss for the period	-	(18,952)	-	(18,952)
At 31 December 2020	7,139,610	(2,979,880)	398,924	4,558,654

The Company	Share capital & Contribution GBP	Accumulated losses GBP	Other reserves GBP	Total GBP
At 1 July 2019	6,500,001	(244,975)	-	6,255,026
Other Increase in Equity	450,350	-	-	450,350
Loss for the period/total comprehensive loss for the period	-	(6,399)	-	(6,399)
At 31 December 2019	6,950,351	(251,374)	-	6,698,977
At 1 July 2020	6,950,351	(172,234)	-	6,778,117
Other Increase in Equity	-	-	-	-
Loss for the period/total comprehensive loss for the period	-	(22,356)	-	(22,356)
At 31 December 2020	6,950,351	(194,590)	-	6,755,761

STATEMENTS OF CASH FLOWS

For the six months ended 31 December 2020

	The Group		The Company	
	31 Dec 2020	31 Dec 2019	31 Dec 2020	31 Dec 2019
	GBP	GBP	GBP	GBP
Cash flows (used in)/from operating activities				
Interest and commission received	(419,463)	696,860	48,890	82,262
Interest and commission paid	(415,902)	(6,037)	(122,531)	(77,779)
Cash payments to employees and suppliers	(136,923)	(756,760)	28,639	29,694
Cash flows (used in)/from operating activities before changes in operating assets and liabilities	(972,289)	(65,938)	(45,002)	34,177
Movement in finance lease and loans receivable	2,320,089	639,582	-	-
Movement in assets	(55,750)	1,600,426	80,357	8,765
Movement in amounts owed to banks and to customers	2,971,973	(1,900,234)	-	-
Net cash (used in)/from operating activities	4,264,023	273,836	35,355	42,942
Cash flows used in investing activities				
Purchase of property plant and equipment	(2,145)	(16,472)	-	-
Purchase of intangible assets	(30,150)	(3,972)	(30,150)	-
Net cash used in investing activities	(32,295)	(20,444)	(30,150)	-
Cash flows from/(used in) financing activities				
Amount received from subsidiary company	-	-	(5,572)	(43,271)
Proceeds from issue of convertible loan notes	2,000,000	-	-	-
Proceeds from shareholders' contribution	-	450,350	-	-
Amounts pledged to Depositors' Compensation Scheme	150,264	-	-	-
Net cash from/(used in) financing activities	2,150,264	450,350	(5,572)	(43,271)
Movement in cash and cash equivalents	6,381,991	703,742	(368)	(329)
Cash and cash equivalents at the beginning of the year	16,712,346	14,014,749	7,100	7,423
Cash and cash equivalents at the end of the year	23,094,337	14,718,491	6,732	7,094

CLOSING REMARKS

These financial statements, consisting of the Statement of Profit or Loss and Other Comprehensive Income, the Statement of Financial Position, the Statement of Changes in Equity and the Statement of Cash Flows, comply with International Financial Reporting Standards as adopted by the EU applicable to Interim Financial Reporting (IAS 34) and give a true and fair view of the financial position, financial performance and cash flows and they are consistent with the accounting records. The Interim Directors' report includes a fair review of the information required in terms of the Prospects Rules.

UNQUOTE

By order of the Board.

Desiree Cassar

Company Secretary

