



AGRIHOLDINGS 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").

QUOTE

The Company, following a meeting of the Audit Committee and the Board of Directors held today the 31st of October 2020 to consider, review and resolve on the financial forecasts for the year ending 30th June 2021, hereby publishes its revised Financial Sustainability Forecasts for the year ending 30th June 2021 in terms of MTF Prospects Rule 4.11.03 and Rule 4.11.12 relating to the publication of financial information as defined in Table 1 paragraph 3.

The anticipated increase in interest income and fee income in the initial forecasts are currently anticipated only to materialise to a lesser extent. Personnel costs are forecasted to be higher mainly due to higher regulatory obligations. Deposits from corporate banking is now expected to be substantially higher than originally budgeted while the lending portfolio is still significantly lower however having a better credit quality.

The Company has sufficient working capital available for current operating requirements, for at least the next twelve (12) months from the start of the financial year to which the revised forecasts refer under the operating assumptions contained in the Financial Sustainability Forecasts.

The Financial Sustainability Forecasts of the Company are being appended hereto and are also being made available on the Company's website: <https://agribankplc.com/company-announcements/>

A handwritten signature in black ink, appearing to be "Desiree Cassar", written over a horizontal line.

Desiree Cassar
31st October 2020

AGRIHOLDINGS PLC

Unaudited Forecast Financial Information for the financial year ending 30th June 2021

Consolidated income statement for the year ending 30 June 2021

GBP000	Revised Forecast	Initial Forecast	Variance
Interest income	1,417	1,783	(366)
Interest expense	(397)	(472)	75
Net interest income	1,020	1,311	(290)
Fee and commission income	969	1,637	(668)
Fee and commission expense	(173)	(331)	157
Net fee and commission (expense) / income	796	1,306	(510)
Other operating income	-	7	(7)
Net operating income	1,816	2,624	(807)
Personnel expenses	(1,039)	(817)	(223)
Administrative and other expenses	(581)	(555)	(27)
Depreciation and amortisation	(306)	(96)	(210)
Net impairment losses	88	(52)	140
Total expense	(1,838)	(1,519)	(319)
(Loss)/profit before tax	(22)	1,104	(1,126)
Income tax credit/(charge)	-	(423)	423
(Loss)/profit for the year	(22)	681	(703)

Consolidated statement of financial position as at 30 June 2021

GBP000	Revised Forecast	Initial Forecast	Variance
Assets			
Balances with Central Bank of Malta and cash and cash equivalents	25,072	4,021	21,051
Held to maturity investments	184	178	6
Available-for-sale investments	4,735	3,196	1,539
Finance lease receivables	7,512	9,165	(1,653)
Loans and receivables	13,554	8,636	4,919
Intangible assets	59	167	(108)
Property, plant and equipment	122	38	84
Deferred tax	-	-	-
Other assets	766	283	483
Prepayments and accrued income	509	332	176
Total assets	52,512	26,015	26,497
Liabilities			
Amounts owed to banks	-	-	-
Amounts owed to customers	42,356	16,576	25,780
Debt securities in issue	270	50	220
Other liabilities	267	119	148
Accruals	731	378	354
Current tax	-	359	(359)
Subordinated debt	1,542	1,972	(431)
Total liabilities	45,166	19,454	25,711
Equity			
Share capital	6,950	6,500	450
Shareholders' advances	2,889	-	2,889
Reserves	259	15	244
Accumulated losses	(2,752)	46	(2,798)
Total equity	7,347	6,561	787
Total liabilities and equity	52,512	26,015	26,497

Consolidated statement of cash flows for the year ending 30 June 2021

GBP000	Revised Forecast	Initial Forecast	Variance
Cash flows from operating activities			
Interest and commission received	2,078	3,421	(1,343)
Interest and commission paid	(731)	(1,141)	409
Interest paid on prospects bonds	-	(100)	100
Cash payments to employees and suppliers	(1,291)	(1,371)	80
Cash flows used in operating activities before changes in operating assets & liabilities	56	809	(754)
increase in finance lease and loans receivable	(7,011)	-	(7,011)
Increase / (decrease) in amounts owed to banks and to Customers	12,784	(5,168)	17,952
Net cash generated from/(used in) operating activities	5,829	(5,168)	10,996
Cash flows from investing activities			
Minimum reserve account	-	126	(126)
Purchase of property plant and equipment	(82)	0	(82)
(Purchase) / write off of intangible assets	(41)	0	(41)
Acquisition of right of use leased assets	(198)	-	(198)
Investments	-	(724)	724
Net cash used in investing activities	(320)	(598)	278
Cash flows from financing activities			
Proceeds from issue of subordinated debt	-	-	-
Proceeds from issue of convertible loan notes	2,700	-	2,700
Depositor Contribution	22	661	
Net cash (used in)/generated from financing activities	2,722	661	2,061
Net increase/(decrease) in cash and cash equivalents	8,231	(5,104)	13,335
Cash and cash equivalents at the beginning of the year	16,615	5,447	11,169
Cash and cash equivalents at the end of the year	24,847	343	24,504

Ratios as at 30 June 2021

GBP000	Revised Forecast	Initial Forecast	Variance
Total own funds	5,877	7,576	(1,699)
Total capital ratio	25%	32%	-7%
LCR	650%	156%	494%
Leverage ratio	13%	20%	-7%

