



## **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 Prospects Rules.

Quote

The Company hereby publishes its revised Financial Sustainability Forecasts for the year ending 30<sup>th</sup> June 2022 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 Financial Sustainability Forecasts are being presented in EURO in view of the change as of 1<sup>st</sup> July 2021 in the presentation currency from GBP to EURO of the Company and its subsidiary AgriBank PLC, hereinafter referred as the “Group”.

The Group is expecting to have more operating income from fee based banking services than interest based lending services compared to the initial forecasts. Personnel costs are forecast to be significantly higher mainly due to higher regulatory obligations and new business lines. Deposits from corporate banking are expected to continue to be substantially higher than those originally budgeted for, whilst the lending portfolio, although significantly lower is of a better credit quality. The new factoring business which did not feature in the initial forecasts is expected to become a more important contributor to the assets and non-interest income of the Group.

The Prospects MTF 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 to under the operating assumptions contained in the Financial Sustainability forecasts.

Unquote

A handwritten signature in black ink, appearing to read "D. Cassar", with a long horizontal stroke extending to the right.

Desiree Cassar  
25<sup>th</sup> October 2021

# AGRIHOLDINGS PLC

## Unaudited Forecast Financial Information for the financial year ending 30th June 2022

### Consolidated income statement for the year ending 30 June 2022

EUR 000	Revised Forecast	Initial Forecast	Variance
Interest income	1,488	2,073	(585)
Interest expense	(457)	(396)	(61)
Net interest income	1,031	1,677	(646)
Fee and commission income	2,640	2,060	580
Fee and commission expense	(1,074)	(381)	(692)
Net fee and commission (expense) / income	1,567	1,679	(112)
Other operating income	-	9	(9)
<b>Net operating income</b>	<b>2,598</b>	<b>3,365</b>	<b>(767)</b>
Personnel expenses	(1,472)	(984)	(489)
Administrative and other expenses	(898)	(701)	(196)
Depreciation and amortisation	(142)	(101)	(41)
Net impairment losses	-	(61)	61
<b>Total expense</b>	<b>(2,512)</b>	<b>(1,846)</b>	<b>(666)</b>
<b>(Loss)/profit before tax</b>	<b>86</b>	<b>1,519</b>	<b>(1,433)</b>
Income tax credit/(charge)	-	(553)	553
<b>(Loss)/profit for the year</b>	<b>86</b>	<b>966</b>	<b>(880)</b>

## Consolidated statement of financial position as at 30 June 2022

EUR 000	Revised Forecast	Initial Forecast	Variance
<b>Assets</b>			
Balances with Central Bank of Malta and cash and cash equivalents	25,144	6,441	18,703
Held to maturity investments	201	207	(7)
Available-for-sale investments	2,445	4,330	(1,886)
Finance lease receivables	8,551	10,284	(1,732)
Loans and receivables	13,764	10,366	3,398
Factored Receivables	15,979	-	15,979
Right - of - use assets	43	-	43
Intangible assets	102	141	(39)
Property, plant and equipment	64	13	51
Deferred tax	-	-	-
Assets held for realisation	75	-	75
Other assets	1,653	329	1,324
Prepayments and accrued income	698	386	312
<b>Total assets</b>	<b>68,718</b>	<b>32,497</b>	<b>36,221</b>
<b>Liabilities</b>			
Amounts owed to banks	-	-	-
Amounts owed to customers	56,615	20,452	36,163
Debt securities in issue	0	-	0
Other liabilities	1,045	139	906
Accruals	937	443	495
Lease Liabilities	102	-	102
Current tax	-	553	(553)
Subordinated debt	1,684	2,312	(628)
<b>Total liabilities</b>	<b>60,384</b>	<b>23,898</b>	<b>36,486</b>
<b>Equity</b>			
Share capital and contribution	12,074	7,563	4,512
Reserves	(110)	17	(127)
Accumulated losses	(3,630)	1,020	(4,650)
<b>Total equity</b>	<b>8,334</b>	<b>8,599</b>	<b>(265)</b>
<b>Total liabilities and equity</b>	<b>68,718</b>	<b>32,497</b>	<b>36,221</b>

EUR 000	Revised Forecast	Initial Forecast	Variance
<b>Cash flows from operating activities</b>			
Interest and commission received	3,523	4,134	(610)
Interest and commission paid	(1,165)	(1,192)	27
Cash payments to employees and suppliers	(2,192)	(1,685)	(507)
<b>Cash flows used in operating activities before changes in operating assets and liabilities</b>	<b>166</b>	<b>1,257</b>	<b>(1,091)</b>
Movement in finance lease, loans receivable and factored receivables	(16,220)	(0)	(16,220)
Movements in amounts owed to banks and to customers	18,459	1,108	17,351
<b>Net cash generated from/(used in) operating activities</b>	<b>2,405</b>	<b>2,365</b>	<b>40</b>
<b>Cash flows from investing activities</b>			
Purchase of property, plant and equipment	(21)	-	(21)
(Purchase) / write off of intangible assets	(83)	0	(83)
Movement in investment assets and assets held for sale	(165)	(617)	452
<b>Net cash used in investing activities</b>	<b>(269)</b>	<b>(617)</b>	<b>348</b>
<b>Cash flows from financing activities</b>			
Proceeds from shareholders' advances	1,000	-	1,000
Amount (paid)/received from parent company	-	-	-
Lease payments for the principal portion of lease liability	-	-	-
Payments on debt securities in issue	-	-	-
Depositor Compensation	67	(279)	346
<b>Net cash (used in)/generated from financing activities</b>	<b>1,067</b>	<b>(279)</b>	<b>1,346</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>3,204</b>	<b>1,469</b>	<b>1,735</b>
Cash and cash equivalents at the beginning of the year	20,833	1,340	19,493
<b>Cash and cash equivalents at the end of the year (excl. DCS)</b>	<b>24,037</b>	<b>2,809</b>	<b>21,227</b>

## Ratios as at 30 June 2022

EUR 000	Revised Forecast	Initial Forecast	Variance
Total own funds	9,651	8,425	1,226
Total capital ratio	22%	35%	-12%
LCR	268%	159%	109%
Leverage ratio	12%	27%	-14%