



LifeStar Holding plc

Interim Report and Interim Condensed Consolidated Financial Statements (Unaudited)

30 June 2023

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LifeStar Holding plc

Half-yearly report for the period ended 30 June 2023

Interim Directors' Report

These interim unaudited financial statements have been prepared in accordance with international accounting standards. With respect to LifeStar insurance plc these have prepared also in accordance with IFRS 4. It is the intention also to publish these interim unaudited financial statements under the new accounting standard IFRS 17 in due course.

The following financial statements relate to the consolidated position of the LifeStar Holding plc (the "Company").

The group registered a profit after tax of € 901,323 compared to a loss for the same period last year of €3,566,782.

The main contributors to these results for the first six months of the year are:

LifeStar Insurance plc

- The entity registered a profit before tax of €539,001 in June 2023 when compared to a loss of €4,912,046 during the prior year.
- The balance on the technical account registered a loss of €288,134 compared to a loss of €3,526,547
- The pension related products saw an increase of 26% in premium when compared to the previous period last year. As a consequence of this movement towards pension products we have seen gross written premiums reduced by 31%.
- Total administrative costs increased by 5.7% over the same period last year.
- The value of-in-force business registered a healthy movement of €613,397 compared to €439,521 in the same period last year.

LifeStar Health

- The entity registered a profit before tax of €469,229 when compared to €293,533 in the comparative period or an increase of 60% year-on-year.
- Commissions earned from normal operations increased by 16.7% when compared to previous period to close off at €652,923.
- Total Commissions receivable increased by 10.4% when compared to the previous period to close off at €1,168,569.
- Total indirect costs decreased by 8.9% over the same period last year.
- Operating profit before depreciation increased by 8.3% when compared to the previous period to close off at €460,240.

GlobalCapital Financial Management Ltd

- The entity registered a loss before tax of €83,557 when compared to a loss €293,533 in the comparative period.
- Total revenue has decreased by €105,122 when compared to the previous period last year mainly due to the sale of the retail book which is nearing its total completion.
- Total direct costs have reduced by €89,104 due mainly to the sale of the retail book.
- Total indirect costs have similarly reduced by €77,605 or 22.9% when compared to the same period last year.


The consolidated profit after tax for the six months ended 30 June 2023 totalled €901,323 compared to the prior period consolidated loss after taxation of €3,576,117.

The Directors do not recommend the payment of an interim dividend.

By order of the Board



Prof Paolo Catalfamo
Chairman



Joseph C Schembri
Director

31 August 2023



Directors' Statement pursuant to the Capital Markets Rule 5.75.3

Directors' Statement pursuant to the Capital Markets Rule 5.75.3 Issued by the Malta Financial Services Authority

We confirm that to the best of our knowledge:

The condensed interim unaudited financial information gives a true and fair view of the financial position of the Group as at 30 June 2023 and of its financial performance and its cashflows for the period ended in accordance with International Financial Reporting Standards as adopted by the EU applicable to Interim Financial Reporting (IAS 34).

The Interim Directors' Report includes a fair review of the information required in terms of Capital Markets Rules 5.81 to 5.84.

Condensed Consolidated Statement of Comprehensive income

for the period ended 30 June 2023
(Unaudited)

	Group	
	01 January to 30 June 2023 (unaudited) €	01 January to 30 June 2022 (unaudited) €
Commission and fees receivable	1,039,427	1,302,695
Balance on the long term business of insurance technical account before tax	359,641	(3,043,544)
Increment in the value of in-force business	943,688	463,102
Administrative expenses	(936,206)	(2,169,710)
Commission payable and direct marketing costs	(97,074)	(98,514)
Operating Profit / (loss)	1,309,476	(3,545,971)
Net investment return, net of allocation to the insurance technical account	70,408	(370,615)
Profit / (Loss) for the period before tax	1,379,884	(3,916,586)
Tax credit/(expense)	(478,561)	349,804
Profit / (Loss) for the period	901,323	(3,566,782)
Other comprehensive income		
<i>Items that may be reclassified subsequently to profit or loss</i>	-	-
Total comprehensive profit / (loss) for the period	901,323	(3,576,117)
Profit / (Loss) per share (cents)	0c4	(1c5)

Condensed Consolidated Statement of Financial Position

at 30 June 2023

	Group	
	30 June	31 December
	2023	2022
	(unaudited)	(audited)
	€	€
ASSETS		
Intangible assets	16,372,437	15,361,291
Right of use asset	132,483	167,531
Property, plant and equipment	3,478,896	3,623,954
Investment property	24,009,622	24,008,721
Other investments	95,628,132	87,429,200
Reinsurer's share of technical provisions	8,191,099	18,840,581
Deferred tax asset	1,223	1,298,458
Taxation receivable	29,406	259,898
Trade and other receivables	4,865,731	3,391,649
Deposits with banks and credit institution	500,000	0
Cash and cash equivalents	3,398,956	6,645,134
Asset held for sale	88,117	0
Total assets	156,696,103	161,026,417
EQUITY AND LIABILITIES		
Capital and reserves	23,469,763	22,355,007
Technical provisions	126,848,055	125,009,346
Interest-bearing borrowings	4,037,702	4,252,740
Lease Liability	28,736	153,874
Taxation payable	0	152,305
Deferred tax liability	360,371	1,656,286
Trade and other payables	1,951,477	7,446,858
Total equity and liabilities	156,696,103	161,026,417

These unaudited interim condensed consolidated financial statements have been approved by the Board of Directors on 31 August 2023, and signed on its behalf by:



Prof Paolo Catalfamo
Chairman
31 August 2023



Joseph C Schembri
Director

Condensed Consolidated Statement of Cash Flows

For the period ending 30 June 2023

	Group	
	01 January to 30 June 2023 (unaudited) €	01 January to 30 June 2022 (unaudited) €
Net cash (used in)/from operating activities	(1,256,019)	(1,529,013)
Net cash from/(used in) investing activities	(1,797,837)	1,101,270
Net cash from financing activities	(192,321)	2,900,000
Movement in cash and cash equivalents	(3,246,177)	2,472,257
Cash and cash equivalents at beginning of period	6,645,133	15,791,074
Decrease in cash and cash equivalents	(3,246,177)	2,472,257
Cash and cash equivalents at end of period	3,398,956	18,263,331

Condensed Consolidated Statement of Changes in Equity

For the period ending 30 June 2023

	Share capital	Own Shares	Other reserves	Group		Attributable to the owners of the parent	Non-controlling Interest	Total
				Capital Redemption reserve	Retained Earnings			
	€	€	€	€	€	€	€	€
Balance at 1 January 2023	7,017,842	-	11,163,483	800,000	(4,465,251)	14,516,074	7,838,933	22,355,007
Profit for the financial period	-	-	135,959	-	483,132	619,091	495,665	1,114,756
Total comprehensive loss for the period	-	-	135,959	-	483,132	619,091	495,665	1,114,756
Balance at 30 June 2023	7,017,842	-	11,299,442	800,000	(3,982,119)	15,135,165	8,334,598	23,469,763
Balance at 1 January 2022	8,735,160	(1,717,318)	10,608,479	800,000	(1,805,553)	16,620,768	8,313,046	24,933,814
Profit for the financial period	-	-	-	-	(4,777,021)	(4,777,021)	(1,050,662)	(5,827,682)
Net movement in available-for-sale investments	-	-	53,754	-	-	53,754	45,085	98,839
Total comprehensive income for the period	-	-	53,754	-	(4,777,021)	(4,723,266)	(1,005,577)	(5,728,843)
Balance at 30 June 2022	8,735,160	(1,717,318)	10,662,233	800,000	(6,582,574)	11,897,501	7,307,469	19,204,970

Notes to the Condensed Consolidated Financial Statements

- a) This half-yearly report is published pursuant to Chapter 5 of the Malta Financial Services Authority Capital Markets Rules and the Prevention of Financial Markets Abuse Act, 2005. The condensed set of consolidated interim unaudited financial statements attached to this report has been extracted from LifeStar Holding p.l.c.'s unaudited group management accounts for the six months ended 30 June 2023.
- b) The condensed unaudited interim financial statements for the half year ended 30 June 2023 have been extracted from the unaudited management accounts of the Group and have been prepared in accordance with International Accounting Standard 34 – Interim Financial Reporting. These financial statements have not been audited nor reviewed by the Group's independent auditors. The consolidated condensed financial information does not include all the notes of the type normally included in the annual financial statements. Accordingly, the interim financial statements should be read in conjunction with the annual financial statements for the year ended 31 December 2022, which have been prepared in accordance with International Financial Reporting Standards as adopted by the EU.
- c) The interim unaudited financial statements have been prepared under the historical cost convention, except for the revaluation of investment properties, financial assets which were classified at fair value through profit and loss and investment contracts without DPF. The accounting policies, presentation and methods of computation used in these interim financial information are consistent with those used in the annual audited consolidated financial statements for the year ended 31 December 2022.
- d) The Group's operations consist of the provision of investments, advisory and insurance intermediary services in terms of the Investment Services Act, 1994 and the Insurance Intermediaries Act, 2006, the carrying on of long-term business of insurance under the Insurance Business Act, 1998. The Group's turnover is primarily generated in and from Malta.
- e) The Group had no commitments for capital related expenditure as at 30 June 2023 and 31 December 2022.
- f) The net unrealised gain on financial instruments recognised in the interim condensed consolidated statement of comprehensive income for the period ended 30 June 2023 amounted to €847,964 (30 June 2022: loss of €3,079,560).
- g) Earnings per share is based on the net result for the period divided by the weighted average number of ordinary shares in issue during the period. The weighted average number of shares in issue during the period amounted to 24,102,049 shares.