

Orion Finance p.l.c.
Half-yearly financial report
30 June 2018

Orion Finance p.l.c.

Condensed Interim Financial Statements (unaudited) for the period 1 January 2018 to 30 June 2018

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Orion Finance p.l.c.

Directors' Report pursuant to Prospectus Rule 4.11.12

for the period 1 January 2018 to 30 June 2018

This Half-Yearly Report is being published in terms of Chapter 4 of the Prospectus Rules of the Malta Stock Exchange and the Prevention of Financial Markets Abuse Act, 2005. The Half-Yearly Report comprises the unaudited condensed interim financial statements for the six months ended 30 June 2018 prepared in accordance with IAS 34, 'Interim Financial Reporting'. The comparative statement of financial position has been extracted from the audited financial statements for the year ended 31 December 2017.

Principal Activities

The principal activity of Orion Finance p.l.c. (the Company) is to carry on the business of a finance company, principally by advancing capital raised to its parent company, Orion Retail Investments Limited, when and as required.

Performance Review

During the period under review the Company generated finance income amounting to €183,750 from a loan advanced to its parent company, while accrued interest on Bonds amounted to €118,752 for the six-month period. The Company's profit before tax amounted to €61,710.

The Bond holders were paid their first annual interest instalment on the 18 June 2018.

The Directors expect the present level of activity to be sustained in the foreseeable future.

Dividend

No interim dividends are being proposed

Approved by the Board of Directors on 7 August 2018 and signed on its behalf by:



Anthony Camilleri

Director



Michael Borg Costanzi

Director

Registered Address:

14, Manuel Borg Gauci Street,
Qormi, QRM 4000
Malta

Orion Finance p.l.c.

Director's Statement

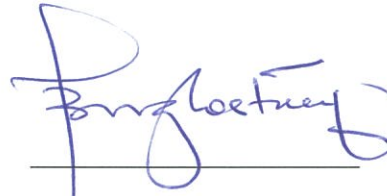
We confirm that, to the best of our knowledge, the condensed Interim Financial Statements, which have been prepared in accordance with IAS 34 Interim Financial Reporting give a true and fair view of the assets, liabilities, financial position and profit of Orion Finance p.l.c. as at 30 June 2018 and the interim Directors' report comprises a fair review of the information required in terms of Prospects Rule 4.11.12.



Anthony Camilleri

Director

7 August 2018



Michael Borg Costanzi

Director

7 August 2018

Orion Finance p.l.c.

Statement of Comprehensive Income

For the period 1 January 2018 to 30 June 2018

	Six months to 30th June 2018
Finance Income (Note 2)	185,473
Finance cost (Note 3)	<u>(122,850)</u>
Net interest income	62,623
Administrative expenses	<u>(913)</u>
Profit before Income Tax	61,710
Income taxation	(21,070)
Profit for the period	<u><u>40,640</u></u>
Total Comprehensive income for the period	<u><u>40,640</u></u>

Orion Finance p.l.c.

Statement of Financial Position

as at 30 June 2018

	As at 30th June 2018 (unaudited)	As at 31st December 2017 (Audited)
ASSETS		
Non-Current Assets		
Loan Receivable (Note 4)	<u>4,900,000</u>	<u>4,900,000</u>
Current Assets		
Trade and other receivables	178,415	10,448
Cash and cash equivalents	<u>28,224</u>	<u>272,875</u>
	206,639	283,323
TOTAL ASSETS	<u><u>5,106,639</u></u>	<u><u>5,183,323</u></u>
EQUITY AND LIABILITIES		
Capital and Reserves		
Called up issued share capital	50,000	50,000
Retained earnings	<u>62,522</u>	<u>21,882</u>
	112,522	71,882
Non-Current Liabilities		
Borrowings (Note 5)	<u>4,926,208</u>	<u>4,922,109</u>
Current Liabilities		
Trade and other payables	32,849	175,342
Current tax liability	<u>35,060</u>	<u>13,990</u>
	67,909	189,332
TOTAL EQUITY AND LIABILITIES	<u><u>5,106,639</u></u>	<u><u>5,183,323</u></u>

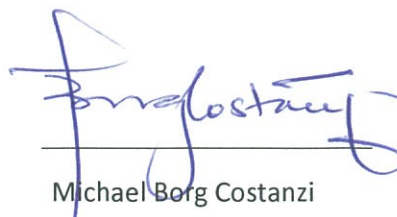
The notes on pages 7 to 8 form part of these financial statements

The financial statements on pages 4 to 8 were authorised for issue by the Board of Directors on 7 August 2018 and signed on its behalf by:



Anthony Camilleri

Director



Michael Borg Costanzi

Director

Orion Finance p.l.c.

Statement of changes in equity

For the period 1 January 2018 to 30 June 2018 (unaudited)

	Share Capital	Retained Earnings	Total Equity
1st January 2017	-	-	-
Issue of Share Capital	50,000		50,000
Profit for the period		21,882	21,882
31st December 2017	50,000	21,882	71,882
1st January 2018	50,000	21,882	71,882
Profit for the interim period		40,640	40,640
30th June 2018	50,000	62,522	112,522

The notes on pages 7 to 8 form part of these financial statements

Orion Finance p.l.c.

Statement of cash flows

For the period 1 January 2018 to 30 June 2018

	1 January 2018 to 30 June 2018
Operating Activities	
Profit for the period before taxation	40,640
<i>Adjustment for :</i>	
Amortisation on Bond issue costs	4,098
Finance Income	(185,473)
Finance Costs	118,752
	<u>(21,983)</u>
<i>Working Capital Changes:</i>	
Movement in trade and other receivables	6,052
Movement in trade and other payables	30,239
	<u>36,291</u>
Cash generated from operations	14,308
Interest received	185,473
	<u>199,781</u>
Net Cash generated from Operating Activities	<u>199,781</u>
Financing Activities	
Advances to ultimate parent company	(184,413)
Advances to parent company	(34,800)
Interest paid on bonds issued	(225,219)
	<u>(444,432)</u>
Net Cash used in Financing Activities	<u>(444,432)</u>
Movement in Cash and Cash Equivalents	(244,651)
Cash and cash equivalents at beginning of period	<u>272,875</u>
Cash and Cash Equivalents at End of Period	<u><u>28,224</u></u>

Orion Finance p.l.c.

Notes to the Interim Financial Statements

For the period ended 30 June 2018

1. Basis of preparation

1.1 Statement of compliance

The interim condensed financial information for the six month period ended 30 June 2018 has been prepared in accordance with IAS 34 "Interim Financial Reporting".

The interim condensed financial statements do not include all the information and disclosures required in the annual financial statements, and should be read in conjunction with the Company's annual financial statement as at 31 December 2017, which have been prepared in accordance with International Financial Reporting Standards as adopted by the EU.

1.2 Basis of measurement

The financial statements are prepared on the historical cost basis

	30 June 2018 (Unaudited)	31 December 2017 (Audited)
2. Finance Income		
Interest receivable on loan due from parent company	183,750	183,750
Interest receivable on loan due from ultimate parent company	1,723	-
	<u>185,473</u>	<u>183,750</u>
	30 June 2018 (Unaudited)	31 December 2017 (Audited)
3. Finance costs		
Interest payable on bonds	118,752	126,666
Amortisation of bond issue costs	4,098	4,100
	<u>122,850</u>	<u>130,766</u>
	30 June 2018 (Unaudited)	31 December 2017 (Audited)
4. Loan Receivable		
Loan receivable from parent company	<u>4,900,000</u>	<u>4,900,000</u>

Orion Finance p.l.c.

Notes to the Interim Financial Statements

For the period ended 30 June 2018

	30 June 2018 (Unaudited)	31 December 2017 (Audited)
5. Borrowings		
4.75% Unsecured Bonds 2027	<u>4,926,208</u>	<u>4,922,109</u>
Bond outstanding at face value	<u>5,000,000</u>	<u>5,000,000</u>
Gross amount of Bond issue costs	(77,891)	(81,991)
Amortisation of gross amount of Bond issue costs		
Amortisation charge for the year	<u>4,099</u>	<u>4,100</u>
Unamortised Bond issue costs	<u>(73,792)</u>	<u>(77,891)</u>
Amortised cost and closing carrying amount	<u>4,926,208</u>	<u>4,922,109</u>

